

LAPEER COMMUNITY SCHOOLS
Of Lapeer County

Proposed Budget
APPROPRIATION ACT
July 1, 2019 - June 30, 2020

Public Hearing
For
Board of Education Adoption

June 26, 2019

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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 Wednesday, June 26, 2019, relative to the 2019-20 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 26, 2019, 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., Wednesday June 19, 2019, at the Administration & Services Center, 250 Second Street, Lapeer, Michigan, 48446, between the hours of 9:00 a.m. and 3:00 p.m.

Lisa Novak, Secretary
Lapeer Board of Education

**GENERAL FUND REVENUE
BUDGET
July 1, 2019 - June 30, 2020**

	2015-16 Actual	2016-17 Actual	2017-18 Actual	2018-19 Adopted Budget 6/28/2018	2018-19 Proposed Final Amendment 6/26/2019	2019-20 Proposed Budget 6/26/2019
Local	\$7,200,379 ¹	\$7,413,269 ²	\$7,495,203 ³	\$7,492,751 ⁴	\$7,732,024	\$7,822,310 ⁵
State	40,640,724	40,094,155	40,266,866	40,027,273	41,630,959	42,074,810
Federal	1,370,430	1,545,480	1,578,130	1,680,715	1,761,145	1,546,424
Other Transactions	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u>\$49,211,533</u>	<u>\$49,052,904</u>	<u>\$49,340,199</u>	<u>\$49,200,739</u>	<u>\$51,124,128</u>	<u>\$51,443,544</u>

¹ Included in local revenue is \$5,883,214 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 \$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.

³ 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.

⁴ Included in local revenue is \$6,470,361 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 \$6,447,630 resulting from a levy of 18.0000 mills on non-homestead property approved in 2018. 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, 2019 - June 30, 2020**

	2016-17 Actual	2017-18 Actual	2018-19 Adopted Budget 6/28/2018	2018-19 Proposed Final Amendment 6/26/2019	2019-20 Proposed Budget 6/26/2019
INSTRUCTION					
Basic Programs	\$22,460,404	\$22,943,787	\$23,344,533	\$23,212,800	\$23,472,725
Added Needs	7,056,670	6,017,803	5,881,480	6,190,663	6,256,760
Capital Outlay	70,623	45,657	52,744	38,407	38,407
TOTAL INSTRUCTION	\$29,587,696	\$29,007,247	\$29,278,757	\$29,441,870	\$29,767,892
SUPPORT SERVICES					
Pupil	\$2,923,037	\$3,024,134	\$3,218,422	\$3,102,776	\$3,176,747
Instructional Staff	2,366,082	3,563,363	3,499,708	3,877,728	3,731,788
General Administration	571,381	530,045	595,508	542,302	590,501
School Administration	2,696,088	2,718,904	2,764,475	2,621,190	2,806,419
Business	1,079,560	1,146,453	1,294,772	1,225,520	1,248,939
Operation & Maintenance	3,248,307	3,349,032	3,580,382	3,640,908	3,688,285
Transportation	2,991,018	3,033,242	2,908,625	3,202,294	3,295,560
Central	1,658,138	1,586,373	1,702,992	1,713,940	1,733,650
Capital Outlay	393,941	359,042	528,134	557,455	808,505
TOTAL SUPPORT SERVICES	\$17,927,553	\$19,310,588	\$20,093,018	\$20,484,113	\$21,080,394
Community Services	\$442,505	\$599,760	\$771,559	\$709,750	\$713,338
Capital Outlay	374,867	878	245,230	245,230	247,673
Outgoing Transfers & Other	206,790	206,974	206,483	204,582	205,642
TOTAL OTHER	\$1,024,162	\$807,612	\$1,223,272	\$1,159,562	\$1,166,653
GRAND TOTAL	\$48,539,411	\$49,125,447	\$50,595,047	\$51,085,545	\$52,014,939
Excess (Deficit)	\$513,493	\$214,752	(\$1,394,308)	\$38,583	(\$571,395)
Beginning Fund Balance	2,945,140	3,458,632	3,281,352	3,673,384	3,711,967
Ending Fund Balance	\$3,458,633	\$3,673,384	\$1,887,044	\$3,711,967	\$3,140,572
As % of Total Expenses	7.13%	7.48%	3.73%	7.27%	6.04%

**RESOLUTION FOR ADOPTION BY
THE BOARD OF EDUCATION OF LAPEER COMMUNITY SCHOOLS
2019-20 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 2019-20, be adopted as follows:

REVENUE

Local	7,822,310	
State	42,074,810	
Federal	1,546,424	
Other Transaction	<u>0</u>	
Total Revenue		\$51,443,544
Estimated Fund Balance June 30, 2019	\$3,711,967	
Estimated Fund Balance Available to Appropriate		<u>3,711,967</u>
TOTAL APPROPRIATED FOR GENERAL FUND		<u><u>\$55,155,511</u></u>

BE IT FURTHER RESOLVED, that **\$52,014,939** 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	23,472,725
Added Needs	6,256,760
Capital Outlay	38,407

Support Services:

Pupil	3,176,747
Instructional Staff	3,731,788
General Administration	590,501
School Administration	2,806,419
Business	1,248,939
Operation & Maintenance	3,688,285
Transportation	3,295,560
Central	1,733,650
Capital Outlay	808,505

Community Services 713,338

Outgoing Transfers & Other Transactions 205,642

Capital Outlay 247,673

TOTAL APPROPRIATED - GENERAL FUND \$ 52,014,939

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, 2019 - June 30, 2020

	<u>2016-17 Actual</u>	<u>2017-18 Actual</u>	<u>2018-19 Adopted Budget 6/28/2018</u>	<u>2018-19 Proposed Final Amendment 6/26/2019</u>	<u>2019-20 Proposed Budget 6/26/2019</u>
REVENUE					
Charges	\$686,399	\$652,649	\$654,451	\$654,451	\$654,451
State Aid	140,803	76,502	141,075	108,482	108,482
Federal Aid	1,700,570	1,712,127	1,687,039	1,682,589	1,762,560
Other Revenue	<u>1,082</u>	<u>1,000</u>	<u>1,950</u>	<u>6,400</u>	<u>6,400</u>
Total Revenue	<u>\$2,528,854</u>	<u>\$2,442,278</u>	<u>\$2,484,515</u>	<u>\$2,451,922</u>	<u>\$2,531,893</u>
EXPENDITURES					
Wages and Fringe Benefits	\$644,441	\$672,962	\$657,100	\$658,747	\$657,100
Food	1,020,930	1,009,633	1,057,870	1,057,870	1,084,973
Supplies, Materials, Management Fee, Purchased Services, Equipment & Furniture, Transfers & Other	<u>792,229</u>	<u>808,092</u>	<u>814,734</u>	<u>921,414</u>	<u>768,549</u>
Total Expenditures	<u>\$2,457,600</u>	<u>\$2,490,687</u>	<u>\$2,529,704</u>	<u>\$2,638,031</u>	<u>\$2,510,622</u>
Excess (Deficit)	71,254	(48,409)	(45,189)	(186,109)	21,271
Beginning Fund Balance	507,853	579,108	615,572	530,699	344,590
Ending Fund Balance	\$579,108	\$530,699	\$570,383	\$344,590	\$365,861
As % of Total Expenditures	23.56%	21.31%	22.55%	13.06%	14.57%

RESOLVED, that this resolution shall be the **FOOD SERVICE FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2019-20. 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 2019-20, be adopted as follows:

REVENUE

Charges	\$654,451	
State Aid	108,482	
Federal Aid	1,762,560	
Other	<u>6,400</u>	
Total Revenue		\$2,531,893
Estimated Fund Balance June 30, 2019	\$344,590	
Estimated Fund Balance Available to Appropriate		<u>344,590</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$2,876,483</u></u>

BE IT FURTHER RESOLVED, that **\$2,510,622** 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	\$657,100
Food	1,084,973
Supplies, Materials, Purchased Services, Equipment & Furniture and	<u>768,549</u>
TOTAL APPROPRIATED - FOOD SERVICE FUND	<u><u>\$2,510,622</u></u>

RESOLVED, that this resolution shall be the **STUDENT ACTIVITY FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2019-20. A resolution to make appropriations; and to provide the expenditures of the appropriations; and to provide for the disposition of **STUDENT ACTIVITY 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 **STUDENT ACTIVITY FUND of the Lapeer Community Schools** for the fiscal year 2019-20, June 26, 2019, be adopted as follows:

REVENUE

Local Sources	<u>778,694</u>	
Total Revenue		\$778,694
Restated Fund Balance, July 1 (estimated)	502,000	
Estimated Fund Balance Available to Appropriate		<u>502,000</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$1,280,694</u></u>

BE IT FURTHER RESOLVED, that **\$778,694** of the total available to appropriate in the **STUDENT ACTIVITY FUND** is hereby appropriated in the amounts and for the purposes set forth below:

EXPENDITURES

Student Activities	<u>778,694</u>	
TOTAL APPROPRIATED		<u><u>\$778,694</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 2019-20. 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 2019-20, be adopted as follows:

REVENUE

Interest Income and Other Revenue	<u>\$67,827</u>	
Total Revenue		\$67,827
Estimated Fund Balance June 30, 2019	\$0	
Fund Balance Available to Appropriate		<u>0</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$67,827</u></u>

BE IT FURTHER RESOLVED, that **\$67,827** 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	<u>\$17,827</u>
TOTAL APPROPRIATED	
2013 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND	<u><u>\$67,827</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 2019-20. 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 2019-20, be adopted as follows:

REVENUE

Interest Income and Other Revenue	<u>\$39,230</u>	
Total Revenue		\$39,230
Estimated Fund Balance June 30, 2019	\$0	
Fund Balance Available to Appropriate		<u>0</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$39,230</u></u>

BE IT FURTHER RESOLVED, that **\$39,230** 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	<u>9,230</u>
TOTAL APPROPRIATED	<u><u>\$39,230</u></u>
2014 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND	

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 2019-20. 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 2019-20, be adopted as follows:

REVENUE

Interest Income and Other Revenue	<u>\$94,413</u>	
Total Revenue		\$94,413
Estimated Fund Balance June 30, 2019	\$0	
Fund Balance Available to Appropriate		<u>0</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$94,413</u></u>

BE IT FURTHER RESOLVED, that **\$94,413** 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	\$65,000
Interest Payments - 2015 School Building & Site Bonds	28,913
Other Expenses	<u>500</u>
TOTAL APPROPRIATED	
2015 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND	<u><u>\$94,413</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 y 2019-20. A resolution to make appropriations; and to provide the expenditures of the appropriations; and to provide for 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 2019-20, June 26, 2019, be adopted as follows:

REVENUE

Local Property Taxes	\$3,966,524	
Interest Income and Other Revenue	11,900	
	<hr/>	
Total Revenue		\$3,978,424
Estimated Fund Balance June 30, 2019	\$2,350,752	
Estimated Fund Balance Available to Appropriate		<u>2,350,752</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$6,329,176</u></u>

BE IT FURTHER RESOLVED, that **\$3,393,600** 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	\$1,490,000
Interest Payments - 2016 School Building & Site Bonds	1,901,600
Other Expenses	2,000
	<hr/>
TOTAL APPROPRIATED	
2016 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND	<u><u>\$3,393,600</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.