

LAPEER COMMUNITY SCHOOLS
Of Lapeer County

Proposed Budget
APPROPRIATION ACT
July 1, 2020 - June 30, 2021

**Public Hearing
For
Board of Education Adoption**

June 24, 2020

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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 24, 2020, relative to the 2020-21 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 24, 2020, 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 17, 2020, 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, 2020 - June 30, 2021**

	<u>2016-17 Actual</u>	<u>2017-18 Actual</u>	<u>2018-19 Actual</u>	<u>2019-20 Adopted Budget 6/26/2019</u>	<u>2019-20 Proposed Final Amendment 6/24/2020</u>	<u>2020-21 Proposed Budget 6/24/2020</u>
Local	\$7,309,366	\$7,495,203	\$7,705,946	\$7,822,310	\$7,537,769 ¹	\$7,565,804 ²
State	40,110,249	40,266,866	40,998,338	42,074,810	43,635,222	38,778,073
Federal	1,545,481	1,578,130	1,538,038	1,546,424	1,701,650	1,624,691
Other Transactions	<u>87,813</u>	<u>0</u>	<u>95,579</u>	<u>0</u>	<u>85,000</u>	<u>85,000</u>
	<u>\$49,052,909</u>	<u>\$49,340,199</u>	<u>\$50,337,901</u>	<u>\$51,443,544</u>	<u>\$52,959,641</u>	<u>\$48,053,568</u>

¹ Included in local revenue is \$6,278,475 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.

² Included in local revenue is \$6,341,260 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, 2020 - June 30, 2021**

	2016-17 <u>Actual</u>	2017-18 <u>Actual</u>	2018-19 <u>Actual</u>	2019-20 Adopted Budget <u>6/26/2019</u>	2019-20 Proposed Final Amendment <u>6/24/2020</u>	2020-21 Proposed Budget <u>6/24/2020</u>
INSTRUCTION						
Basic Programs	\$22,460,412	\$22,943,787	\$22,573,436	\$23,472,725	\$23,220,528	\$23,557,438
Added Needs	7,056,670	6,017,803	6,142,142	6,256,760	6,745,983	6,822,712
Capital Outlay	70,623	45,657	24,585	38,407	553,215	53,215
TOTAL INSTRUCTION	\$29,587,705	\$29,007,247	\$28,740,163	\$29,767,892	\$30,519,726	\$30,433,365
SUPPORT SERVICES						
Pupil	\$2,923,037	\$3,024,134	\$3,100,615	\$3,176,747	\$3,242,329	\$3,293,302
Instructional Staff	2,366,079	3,563,363	3,671,794	3,731,788	3,851,729	3,779,008
General Administration	571,381	530,045	490,935	590,501	585,770	618,270
School Administration	2,696,088	2,718,904	2,620,910	2,806,419	3,071,511	2,965,096
Business	1,079,560	1,146,453	1,184,241	1,248,939	1,241,817	1,277,817
Operation & Maintenance	3,248,307	3,349,032	3,588,345	3,688,285	3,707,100	3,844,315
Transportation	2,991,018	3,033,242	3,134,316	3,295,560	3,160,056	3,400,406
Central	1,658,138	1,586,373	1,597,273	1,733,650	1,672,548	1,740,545
Capital Outlay	393,941	359,042	368,628	808,505	577,945	503,025
TOTAL SUPPORT SERVICES	\$17,927,549	\$19,310,588	\$19,757,057	\$21,080,394	\$21,110,805	\$21,421,784
Community Services	\$442,505	\$599,760	\$632,809	\$713,338	\$605,372	\$609,372
Capital Outlay	374,867	878	77,008	247,673	95,950	260,950
Outgoing Transfers & Other	206,790	206,974	203,684	205,642	202,170	202,565
TOTAL OTHER	\$1,024,162	\$807,612	\$913,501	\$1,166,653	\$903,492	\$1,072,887
GRAND TOTAL	<u>\$48,539,416</u>	<u>\$49,125,447</u>	<u>\$49,410,721</u>	<u>\$52,014,939</u>	<u>\$52,534,023</u>	<u>\$52,928,036</u>
Excess (Deficit)	\$513,493	\$214,752	\$927,180	(\$571,395)	\$425,618	(\$4,874,468)
Beginning Fund Balance	2,945,139	3,458,632	3,673,384	3,711,967	4,600,564	5,026,182
Ending Fund Balance	\$3,458,632	\$3,673,384	\$4,600,564	\$3,140,572	\$5,026,182	\$151,714
As % of Total Expenses	7.13%	7.48%	9.31%	6.04%	9.57%	0.29%

**RESOLUTION FOR ADOPTION BY
THE BOARD OF EDUCATION OF LAPEER COMMUNITY SCHOOLS
2020-21 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 2020-21, be adopted as follows:

REVENUE

Local	7,565,804	
State	38,778,073	
Federal	1,624,691	
Other Transaction	<u>85,000</u>	
Total Revenue		\$48,053,568
Estimated Fund Balance June 30, 2020	\$5,026,182	
Estimated Fund Balance Available to Appropriate		<u>5,026,182</u>
TOTAL APPROPRIATED FOR GENERAL FUND		<u><u>\$53,079,750</u></u>

BE IT FURTHER RESOLVED, that **\$52,928,036** 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	23,557,438
Added Needs	6,822,712
Capital Outlay	53,215

Support Services:

Pupil	3,293,302
Instructional Staff	3,779,008
General Administration	618,270
School Administration	2,965,096
Business	1,277,817
Operation & Maintenance	3,844,315
Transportation	3,400,406
Central	1,740,545
Capital Outlay	503,025

Community Services 609,372

Outgoing Transfers & Other Transactions 202,565

Capital Outlay 260,950

TOTAL APPROPRIATED - GENERAL FUND \$ 52,928,036

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 Revenue & Expenditures
July 1, 2020 - June 30, 2021

	<u>2016-17</u> <u>Actual</u>	<u>2017-18</u> <u>Actual</u>	<u>2018-19</u> <u>Actual</u>	<u>2019-20</u> <u>Adopted</u> <u>Budget</u> <u>6/26/2019</u>	<u>2019-20</u> <u>Proposed Final</u> <u>Amendment</u> <u>6/24/2020</u>	<u>2020-21</u> <u>Proposed</u> <u>Budget</u> <u>6/24/2020</u>
REVENUE						
Charges	\$686,400	\$652,649	\$656,082	\$654,451	\$499,070	\$652,000
State Aid	140,803	76,502	108,481	108,482	125,345	110,000
Federal Aid	1,727,954	1,712,127	1,647,583	1,762,560	1,875,090	1,753,050
Other Revenue	<u>1,082</u>	<u>1,000</u>	<u>3,774</u>	<u>6,400</u>	<u>1,650</u>	<u>1,650</u>
Total Revenue	<u>\$2,556,239</u>	<u>\$2,442,278</u>	<u>\$2,415,920</u>	<u>\$2,531,893</u>	<u>\$2,501,155</u>	<u>\$2,516,700</u>
EXPENDITURES						
Wages and Fringe Benefits	\$644,440	\$672,962	\$655,372	\$657,100	\$587,370	\$578,685
Food	1,020,928	1,009,633	968,570	1,084,973	994,000	1,060,000
Supplies, Materials, Management Fee, Purchased Services, Equipment & Furniture, Transfers & Other	<u>792,230</u>	<u>808,092</u>	<u>947,613</u>	<u>768,549</u>	<u>882,430</u>	<u>860,830</u>
Total Expenditures	<u>\$2,457,598</u>	<u>\$2,490,687</u>	<u>\$2,571,555</u>	<u>\$2,510,622</u>	<u>\$2,463,800</u>	<u>\$2,499,515</u>
Excess (Deficit)	98,641	(48,409)	(155,635)	21,271	37,355	17,185
Beginning Fund Balance	480,467	579,108	530,699	344,590	375,064	412,419
Ending Fund Balance	\$579,108	\$530,699	\$375,064	\$365,861	\$412,419	\$429,604
As % of Total Expenditures	23.56%	21.31%	14.59%	14.57%	16.74%	17.19%

RESOLVED, that this resolution shall be the **FOOD SERVICE FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2020-21. 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 2020-21, be adopted as follows:

REVENUE

Charges	\$652,000	
State Aid	110,000	
Federal Aid	1,753,050	
Other	<u>1,650</u>	
Total Revenue		\$2,516,700
Estimated Fund Balance June 30, 2020	\$412,419	
Estimated Fund Balance Available to Appropriate		<u>412,419</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$2,929,119</u></u>

BE IT FURTHER RESOLVED, that **\$2,499,515** 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	\$578,685
Food	1,060,000
Supplies, Materials, Purchased Services, Equipment & Furniture and	<u>860,830</u>
TOTAL APPROPRIATED - FOOD SERVICE FUND	<u><u>\$2,499,515</u></u>

RESOLVED, that this resolution shall be the **STUDENT ACTIVITY FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2020-21. 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 2020-21, June 24, 2020, be adopted as follows:

REVENUE

Local Sources	<u>488,027</u>	
Total Revenue		\$488,027
Restated Fund Balance, July 1 (estimated)	580,000	
Estimated Fund Balance Available to Appropriate		<u>580,000</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$1,068,027</u></u>

BE IT FURTHER RESOLVED, that **\$488,027** 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>488,027</u>	
TOTAL APPROPRIATED		<u><u>\$488,027</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 2020-21. 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 2020-21, be adopted as follows:

REVENUE

Interest Income and Other Revenue	<u>\$71,292</u>	
Total Revenue		\$71,292
Estimated Fund Balance June 30, 2020	\$0	
Fund Balance Available to Appropriate		<u>0</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$71,292</u></u>

BE IT FURTHER RESOLVED, that **\$71,292** 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	\$55,000
Interest Payments - 2013 School Building & Site Bonds	<u>\$16,292</u>
TOTAL APPROPRIATED	
2013 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND	<u><u>\$71,292</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 2020-21. 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 2020-21, be adopted as follows:

REVENUE

Interest Income and Other Revenue	<u>\$39,230</u>	
Total Revenue		\$39,230
Estimated Fund Balance June 30, 2020	\$0	
Fund Balance Available to Appropriate		<u>0</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$39,230</u></u>

BE IT FURTHER RESOLVED, that **\$38,450** 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>8,450</u>
TOTAL APPROPRIATED	
2014 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND	<u><u>\$38,450</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 2020-21. 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 2020-21, be adopted as follows:

REVENUE

Interest Income and Other Revenue	<u>\$92,463</u>	
Total Revenue		\$92,463
Estimated Fund Balance June 30, 2020	\$0	
Fund Balance Available to Appropriate		<u>0</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$92,463</u></u>

BE IT FURTHER RESOLVED, that **\$92,463** 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	26,963
Other Expenses	<u>500</u>
TOTAL APPROPRIATED	
2015 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND	<u><u>\$92,463</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 2020-21. 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 2020-21, June 24, 2020, be adopted as follows:

REVENUE

Local Property Taxes	\$3,806,588	
Interest Income and Other Revenue	11,500	
	<hr/>	
Total Revenue		\$3,818,088
Estimated Fund Balance June 30, 2020	\$2,979,752	
Estimated Fund Balance Available to Appropriate		<u>2,979,752</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$6,797,840</u></u>

BE IT FURTHER RESOLVED, that **\$3,395,500** 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	\$1,550,000	
Interest Payments - 2016 School Building & Site Bonds	1,842,000	
Other Expenses	3,500	
		<hr/>
TOTAL APPROPRIATED		<u>\$3,395,500</u>
2016 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND		<u><u>\$3,395,500</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.