

L'Anse Area Schools
2011 – 2012 Budget
and
2010 – 2011 Budget Revised



Budget Hearing

June 20, 2011

4:30 p.m.

Board of Education Room

L'Anse High School

L'Anse, Michigan

**RESOLUTION FOR ADOPTION BY THE BOARD OF EDUCATION
OF THE
L'ANSE AREA SCHOOLS**

RESOLVED, that this resolution shall be the general appropriation of the L'Anse Area Schools for the fiscal year 2011 - 2012; to provide for the expenditure of the appropriations; and to provide for the disposition of all income received by the L'Anse Area Schools.

This 2011 - 2012 appropriation resolution is to take effect on July 1, 2011.

BE IT FURTHER RESOLVED, that a 18 mill property tax on all non-homestead property will be levied for operating purposes for the 2011 - 2012 fiscal year during the summer tax collection.

BE IT FURTHER RESOLVED, that a 4.30 mill bond debt retirement will be levied on all properties in Bohemia, L'Anse, Covington, Laird & Duncan Townships which are within the district boundaries.

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the General Fund of the L'Anse Area Schools for the fiscal year 2011 - 2012 be as follows:

	2009 - 2010 Final	2010 - 2011 Budget	2010 - 2011 Final Budget		2011 - 2012 Budget
REVENUE					
Local	\$ 1,301,535.68	\$ 1,322,670	\$ 1,451,054	\$ (67,006)	\$ 1,384,048
State	\$ 4,241,656.76	\$ 4,381,291	\$ 4,210,666	\$ (176,889)	\$ 4,033,777
Federal	\$ 932,451.49	\$ 677,258	\$ 968,030	\$ (118,631)	\$ 849,399
Incoming Transfers & Other Transactions	\$ 56,237.36	\$ 48,578	\$ 88,145	\$ 2,810	\$ 90,955
TOTAL REVENUE	\$ 6,531,881.29	\$ 6,429,797	\$ 6,717,895	\$ (359,716)	\$ 6,358,179

BE IT FURTHER RESOLVED, that the amount available to appropriate in the General Fund is hereby appropriated in the amounts and for the purposes set forth below:

	2009 - 2010 Final	2010 - 2011 Budget	2010 - 2011 Final Budget		2011 - 2012 Budget
EXPENDITURES					
Instruction:					
Basic Programs	\$ 3,293,837.23	\$ 3,302,058	\$ 3,414,115	\$ (100,847)	\$ 3,313,268
Special Education	\$ 443,933.35	\$ 467,009	\$ 503,183	\$ 74,097	\$ 577,280
Compensatory Education	\$ 225,626.67	\$ 310,295	\$ 322,015	\$ (57,037)	\$ 264,978
Vocational Education	\$ 78,305.35	\$ 82,543	\$ 83,182	\$ (29,214)	\$ 53,968
Adult / Continuing Education	\$ -	\$ -	\$ -	\$ -	\$ -
Support Services:					
Pupil	\$ 241,341.22	\$ 280,020	\$ 282,679	\$ 14,334	\$ 297,013
Instructional	\$ 61,003.88	\$ 71,650	\$ 126,922	\$ (64,877)	\$ 62,045
General Administration	\$ 247,209.04	\$ 250,302	\$ 305,489	\$ (38,412)	\$ 267,077
School Administration	\$ 470,220.71	\$ 383,695	\$ 392,155	\$ (5,596)	\$ 386,559
Business	\$ 142,249.93	\$ 149,194	\$ 154,093	\$ (22,550)	\$ 131,543
Operations & Maintenance	\$ 648,778.15	\$ 641,783	\$ 630,670	\$ (40,512)	\$ 590,158
Transportation	\$ 269,299.62	\$ 304,429	\$ 315,485	\$ 11,568	\$ 327,053
Central Support	\$ 125,985.29	\$ 162,132	\$ 165,989	\$ 4,604	\$ 170,593
Athletics			\$ 131,852		\$ 132,298
Community Services	\$ -	\$ 4,826	\$ 128,561	\$ (19,210)	\$ 109,351
Capital Outlay	\$ 148,717.90	\$ 123,951	\$ 123,951	\$ (78,533)	\$ 45,418
Outgoing Transfers & Other Transactions	\$ 213,178.08	\$ 208,287	\$ 25,680	\$ 40,279	\$ 65,959
TOTAL APPROPRIATION	\$ 6,609,686.42	\$ 6,742,174	\$ 7,106,021	\$ (311,460)	\$ 6,794,561
June 30, 2010 Fund Balance		\$ 1,063,996	\$ 1,063,996		
Anticipated June 30, 2011 Fund Balance					\$ 675,870
Revenue Less Expenditures		\$ (312,377)	\$ (388,126)		\$ (436,382)
6/30/12 projected Fund Balance					<u>\$ 239,488</u>

**DEBT RETIREMENT
2011 - 2012**

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the DEBT RETIREMENT FUND of the L'Anse Area Schools for the fiscal year 2011 - 2012 are as follows:

REVENUE	2009 - 2010 Final	2010 - 2011 Budget	2010 - 2011 Final Budget	2011 - 2012 Budget
Local Property Tax	\$ 557,067.02	\$ 563,456	\$ 564,702	\$ 12,268
Commercial Forest	\$ 33,471.98	\$ 29,000	\$ 23,000	\$ -
Interest and Other	\$ 4,486.93	\$ 3,000	\$ 3,000	\$ -
Interfund Durant Transfer	\$ 9,237.97		\$ 9,238	\$ 18,474
Interfund Transfer				\$ 61,099
TOTAL REVENUE	\$ 604,263.90	\$ 595,456	\$ 599,940	\$ 91,841

BE IT FURTHER RESOLVED, that \$ 704,399 of the total available to appropriate in the DEBT RETIREMENT FUND is hereby appropriated in the amounts and for the purposes set forth below:

EXPENDITURES	2009 - 2010 Final	2010 - 2011 Budget	2010 - 2011 Final Budget	2011 - 2012 Budget
Debt Retirement	\$ 312,669.62	\$ 320,000	\$ 328,035	\$ 71,450
Interest on Debt	\$ 301,830.87	\$ 289,588	\$ 290,791	\$ 8,123
Miscellaneous	\$ 4,830.41	\$ 6,000	\$ 6,000	\$ -
TOTAL APPROPRIATION	\$ 619,330.90	\$ 615,588	\$ 624,826	\$ 704,399
June 30, 2010 Fund Balance		\$ 160,963	\$ 160,963	
Anticipated June 30, 2011 Fund Balance				\$ 136,077
Revenue Less Expenditures		\$ (20,132)	\$ (24,886)	\$ (12,618)
6/30/12 projected Fund Balance				<u>\$ 123,459</u>

The State funded Durant Bonds payment will be made by the State of Michigan for the 2011 - 2012 Fiscal Year. Durant Bonds were used to add two rooms to the C. J. Sullivan Elementary School. The District will maintain the tax levy for the payment of bonded indebtedness to 4.3000 mills for the 2011 tax year.

**CAPITAL PROJECTS FUND
2011 - 2012**

BE IT FURTHER RESOLVED, that the total revenues estimated to be available for appropriation in the CAPITAL PROJECTS FUND of the L'Anse Area Schools for the fiscal year of 2011 - 2012 are as follows:

REVENUE	2009 - 2010 Final	2010 - 2011 Budget	2010 - 2011 Final Budget	2011 - 2012 Budget
Investment Earnings & other	\$ 15,966.62	\$ 1,000	\$ 6,000	\$ (5,000) \$ 1,000
Donations	\$ 12,463.53	\$ 3,500	\$ 3,500	\$ - \$ 3,500
Fund Modification - Elevator Project	\$ 25,000.00			\$ -
Transfer - Vending Machine				\$ -
Proceeds - QZAB Bonds			\$ 1,272,182	\$ (1,272,182)
Prior year adjustment				\$ -
TOTAL REVENUE	\$ 53,430.15	\$ 4,500	\$ 1,281,682	\$ (1,277,182) \$ 4,500

BE IT FURTHER RESOLVED, that \$ 750,238 of the total available to appropriate in the CAPITAL PROJECTS FUND is hereby appropriated in the amounts and for the purposes set forth below.

EXPENDITURES	2009 - 2010 Final	2010 - 2011 Budget	2010 - 2011 Final Budget	2011 - 2012 Budget
Elevator Project		\$ 100,000	\$ 100,000	\$ (100,000)
Sports Complex	\$ 80,884.08	\$ 3,500	\$ 3,500	\$ - \$ 3,500
Energy Project			\$ 500,000	\$ 246,738 \$ 746,738
Cost of Issuance			\$ 25,444	
Other Fees and Costs				\$ -
TOTAL APPROPRIATION	\$ 80,884.08	\$ 103,500	\$ 628,944	\$ 146,738 \$ 750,238
June 30, 2010 Fund Balance		\$ 100,306	\$ 100,306	
Anticipated June 30, 2011 Fund Balance				\$ 753,045
Revenue Less Expenditures		\$ (99,000)	\$ 652,738	\$ (745,738)
6/30/12 projected Fund Balance				<u>\$ 7,307</u>

The fund balance at the end of the 2011 - 2012 fiscal year is anticipated to be \$ 7,307. The District has set funds aside in the Capital Projects Fund for the repair / replacement of the elevator in the High School Building. The project is planned to be completed during the Energy Project. The community continues to fundraise for the Sports Complex Project.

**SCHOOL SERVICE FUND
2011 - 2012**

BE IT FURTHER RESOLVED, that \$ 313,210 of the total available SCHOOL SERVICE FUND is hereby appropriated in the amounts and for the purposes set forth.

Food Service

REVENUE	2009 - 2010 Final	2010 - 2011 Budget	2010 - 2011 Final Budget	2011 - 2012 Budget
Ticket Sales	\$ 81,764.95	\$ 81,500	\$ 87,024	\$ - \$ 87,024
Interest Income	\$ 917.14	\$ 550	\$ 550	\$ - \$ 550
Miscellaneous/Ala Carte	\$ 17,911.85	\$ 12,300	\$ 14,320	\$ - \$ 14,320
State Aid	\$ 12,274.75	\$ 12,275	\$ 13,800	\$ - \$ 13,800
Federal Aid	\$ 155,148.51	\$ 145,000	\$ 178,278	\$ 1,722 \$ 180,000
Commodity Foods	\$ 16,753.18	\$ 18,000	\$ 18,000	\$ - \$ 18,000
Prior Period Adjustments	\$ 1,677.68			\$ -
Fund Transfers in	\$ 2,210.00	\$ 2,110	\$ 3,060	\$ - \$ 3,060
Total Revenue	\$ 288,658.06	\$ 271,735	\$ 315,031	\$ 1,722 \$ 316,753
EXPENDITURES				
Salaries	\$ 69,757.84	\$ 49,650	\$ 73,600	\$ 2,160 \$ 75,760
Benefits	\$ 67,557.59	\$ 41,832	\$ 49,793	\$ (1,233) \$ 48,560
Purchased Services	\$ 1,672.69	\$ 20,288	\$ 600	\$ - \$ 600
Food Supplies	\$ 106,443.41	\$ 108,700	\$ 117,000	\$ 3,000 \$ 120,000
Commodity Foods	\$ 34,020.35	\$ 36,000	\$ 36,000	\$ - \$ 36,000
Other Supplies	\$ 6,689.41	\$ 8,000	\$ 8,000	\$ 290 \$ 8,290
Capital Outlay	\$ 1,933.13	\$ 2,000	\$ 2,000	\$ - \$ 2,000
Miscellaneous	\$ 5,773.06	\$ 1,000	\$ 1,000	\$ - \$ 1,000
Prior Year Adjustment			\$ 1,000	\$ - \$ 1,000
Indirect Costs				\$ -
Fund Modification - Gen. Fund	\$ 18,580.00	\$ 10,655	\$ 20,000	\$ - \$ 20,000
Total Expenditures	\$ 312,427.48	\$ 278,125	\$ 308,993	\$ 4,216 \$ 313,210
June 30, 2010 Fund Balance		\$ 17,014	\$ 17,014	
Anticipated June 30, 2011 Fund Balance				\$ 23,052
Revenue Less Expenditures		\$ (6,390)	\$ 6,038	\$ 3,544
6/30/12 projected Fund Balance				<u>\$ 26,595</u>

The Food Service Fund continues to transfer funds to the General Fund to cover the cost of utilities. Due to National School Lunch Program regulations, L'Anse Area Schools will increase it's meal pricing over a period of two years.

Community Service

REVENUE	2009 - 2010 Final	2010 - 2011 Budget	2010 - 2011 Final Budget	2011 - 2012 Budget
Interest	\$ 213.50	\$ 150	\$ -	\$ -
Penal Fines	\$ 30,743.38	\$ 25,000	\$ -	\$ -
Other	\$ 1,826.02	\$ 1,500	\$ -	\$ -
State Revenue	\$ 1,872.28	\$ -	\$ -	\$ -
General Fund Subsidy	\$ 82,812.53	\$ 93,069	\$ -	\$ -
Total Revenue	\$ 117,467.71	\$ 119,719	\$ -	\$ -
 EXPENDITURES				
Salaries	\$ 57,018.29	\$ 57,497	\$ -	\$ -
Benefits	\$ 36,250.25	\$ 42,701	\$ -	\$ -
Contracted Services	\$ 10,127.58	\$ 9,521	\$ -	\$ -
Supplies, Equipment, Other	\$ 13,135.45	\$ 10,000	\$ -	\$ -
Transfers	\$ 936.14	\$ -	\$ -	\$ -
Capital Outlay		\$ -	\$ -	\$ -
Total Expenditures	\$ 117,467.71	\$ 119,719	\$ -	\$ -
June 30, 2009 Fund Balance		\$ -	\$ -	
Anticipated June 30, 2010 Fund Balance				\$ -
Revenue Less Expenditures		\$ 0	\$ -	\$ -
6/30/11 projected Fund Balance				\$ -

Due to Government Accounting Standards Board regulation, GASB 54, L'Anse Area Schools has moved the Community Service Fund into the General Fund.

Athletic Fund

REVENUE	2009 - 2010 <u>Final</u>	2010 - 2011 <u>Budget</u>	2010 - 2011 <u>Final Budget</u>	2011 - 2012 <u>Budget</u>
Interest	\$ 346.96	\$ 200	\$ -	\$ -
Admissions	\$ 29,468.25	\$ 25,000	\$ -	\$ -
Other	\$ 34,524.14	\$ 19,600	\$ -	\$ -
General Fund Subsidy	\$ 90,633.13	\$ 104,374	\$ -	\$ -
Total Revenue	\$ 154,972.48	\$ 149,174	\$ -	\$ -
EXPENDITURES				
Salaries/Benefits	\$ 66,628.95	\$ 71,996	\$ -	\$ -
Contracted Services	\$ 60,769.88	\$ 62,178	\$ -	\$ -
Supplies, Equipment, Other Capital Outlay	\$ 27,573.65	\$ 15,000	\$ -	\$ -
Total Expenditures	\$ 154,972.48	\$ 149,174	\$ -	\$ -
June 30, 2009 Fund Balance		\$ -	\$ -	\$ -
Anticipated June 30, 2010 Fund Balance				\$ -
Revenue Less Expenditures		\$ (0)	\$ -	\$ -
6/30/11 projected Fund Balance				<u>\$ -</u>

Due to Government Accounting Standards Board regulation, GASB 54, L'Anse Area Schools has moved the Athletic Fund into the General Fund.

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 appropriations made by the Board of Education and in keeping with the budgetary statement hitherto adopted by the Board. Changes in the amount appropriated by the Board Shall require approval by the Board

BE IT FURTHER RESOLVED, that the Superintendent is hereby charged with general supervision of the execution of the budget adopted by the Board and shall hold the budget control supervisor responsible for performance of his/her responsibilities within the amounts appropriated by the Board of Education and in keeping with the budgetary policy statement hitherto adopted by the Board.