

L'Anse Area Schools
2009 – 2010 Budget
and
2008 – 2009 Budget Revised



Budget Hearing

June 15, 2009

5:15 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 2009 - 2010; 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 2009 - 2010 appropriation resolution is to take effect on July 1, 2009.

BE IT FURTHER RESOLVED, that a 17.6464 mill property tax on all non-homestead property will be levied for operating purposes for the 2009 - 2010 fiscal year.

BE IT FURTHER RESOLVED, that a 4.40 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 a 1% administrative fee will be applied to all taxes collected by the L'Anse Area Schools during the 2009 tax year.

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 2009 - 2010 be as follows:

	2007 - 2008 Final	2008 - 2009 Budget	2008 - 2009 Final Budget		2009 - 2010 Budget
REVENUE					
Local	\$ 1,345,348.96	\$ 1,190,821	\$ 1,192,058	\$ 73,085	\$ 1,265,143
State	\$ 4,882,700.06	\$ 4,760,300	\$ 4,530,477	\$ (25,025)	\$ 4,505,452
Federal	\$ 373,699.35	\$ 553,439	\$ 1,413,158	\$ (783,155)	\$ 630,003
Incoming Transfers & Other Transactions	\$ 45,467.54	\$ 28,899	\$ 42,502	\$ (13,603)	\$ 28,899
TOTAL REVENUE	\$ 6,647,215.91	\$ 6,533,459	\$ 7,178,195	\$ (748,698)	\$ 6,429,497

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:

	2007 - 2008 Final	2008 - 2009 Budget	2008 - 2009 Final Budget		2009 - 2010 Budget
EXPENDITURES					
Instruction:					
Basic Programs	\$ 3,336,184.10	\$ 3,305,310	\$ 3,371,040	\$ (69,212)	\$ 3,301,828
Special Education	\$ 436,719.11	\$ 428,267	\$ 446,836	\$ 11,623	\$ 458,459
Compensatory Education	\$ 132,413.27	\$ 186,139	\$ 176,593	\$ 82,579	\$ 259,172
Vocational Education	\$ 76,686.95	\$ 77,260	\$ 76,874	\$ 2,238	\$ 79,112
Adult / Continuing Education	\$ 11,827.74	\$ -	\$ 7,500		\$ -
Support Services:					
Pupil	\$ 235,131.43	\$ 274,798	\$ 263,528	\$ (1,634)	\$ 261,894
Instructional	\$ 95,987.91	\$ 108,559	\$ 114,949	\$ (57,400)	\$ 57,549
General Administration	\$ 222,162.56	\$ 246,459	\$ 250,391	\$ (901)	\$ 249,490
School Administration	\$ 453,938.40	\$ 482,125	\$ 474,160	\$ 417	\$ 474,577
Business	\$ 129,160.19	\$ 150,625	\$ 149,360	\$ 1,951	\$ 151,311
Operations & Maintenance	\$ 672,074.03	\$ 720,437	\$ 711,843	\$ (23,822)	\$ 688,021
Transportation	\$ 311,388.85	\$ 334,153	\$ 306,579	\$ 16,324	\$ 322,903
Central Support	\$ 113,913.28	\$ 126,082	\$ 126,399	\$ 9,314	\$ 135,713
Community Services	\$ 2,973.04	\$ 409	\$ 3,953	\$ (300)	\$ 3,653
Capital Outlay	\$ 106,075.02	\$ 161,208	\$ 146,808	\$ 1,585	\$ 148,393
Outgoing Transfers & Other Transactions	\$ 237,343.06	\$ 213,988	\$ 265,648	\$ (20,778)	\$ 244,870
TOTAL APPROPRIATION	\$ 6,573,978.94	\$ 6,815,819	\$ 6,892,460	\$ (55,515)	\$ 6,836,945
June 30, 2008 Fund Balance		\$ 664,644	\$ 664,644		
Anticipated June 30, 2009 Fund Balance					\$ 950,379
Revenue Less Expenditures		\$ (282,360)	\$ 285,735		\$ (407,448)
6/30/10 projected Fund Balance					<u>\$ 542,931</u>

**DEBT RETIREMENT
2009 - 2010**

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 2009 - 2010 are as follows:

REVENUE	2007 - 2008 Final	2008 - 2009 Budget	2008 - 2009 Final Budget	2009 - 2010 Budget
Local Property Tax	\$ 610,641.17	\$ 548,964	\$ 548,964	\$ 6,486 \$ 555,450
Commercial Forest	\$ 24,934.07	\$ 24,000	\$ 24,000	\$ 6,000 \$ 30,000
Interest and Other	\$ 337,078.87	\$ 3,000	\$ 4,500	\$ (1,500) \$ 3,000
Interfund Durant Transfer		\$ -	\$ 9,238	\$ (0) \$ 9,238
TOTAL REVENUE	\$ 972,654.11	\$ 575,964	\$ 586,702	\$ 10,985 \$ 597,687

BE IT FURTHER RESOLVED, that \$ 619,500 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	2007 - 2008 Final	2008 - 2009 Budget	2008 - 2009 Final Budget	2009 - 2010 Budget
Debt Retirement	\$ 8,240,000.00	\$ 295,000	\$ 302,321	\$ 10,348 \$ 312,670
Interest on Debt	\$ 697,995.02	\$ 310,588	\$ 312,504	\$ (10,674) \$ 301,831
Miscellaneous	\$ 2,074.02	\$ 5,000	\$ 5,000	\$ - \$ 5,000
TOTAL APPROPRIATION	\$ 8,940,069.04	\$ 610,588	\$ 619,826	\$ 619,500
June 30, 2008 Fund Balance		\$ 198,248	\$ 198,248	
Anticipated June 30, 2009 Fund Balance				\$ 165,124
Revenue Less Expenditures		\$ (34,624)	\$ (33,124)	\$ (21,813)
6/30/10 projected Fund Balance				<u>\$ 143,311</u>

The State funded Durant Bonds payment will be made by the State of Michigan for the 2009 - 2010 Fiscal Year. Durant Bonds were used to add two rooms to the C. J. Sullivan Elementary School. An increase in the Taxable Valuation for the 2009 - 2010 fiscal year reduced the tax levy for the payment of bonded indebtedness to 4.4000 mills for this year. A reduction of .1000 mill.

**CAPITAL PROJECTS FUND
2009 - 2010**

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 2009 - 2010 are as follows:

REVENUE	2007 - 2008 Final	2008 - 2009 Budget	2008 - 2009 Final Budget	2009 - 2010 Budget
Investment Earnings & other	\$ 23,903.58	\$ 16,000	\$ 1,000	\$ -
Donations			\$ 27,500	\$ (12,500)
Fund Modification - Elevator Project	\$ 75,000.00	\$ 25,000	\$ 25,000	\$ -
Technology Project - Switches			\$ 17,756	\$ (17,756)
Technology Project - Switches - 2%			\$ 19,129	\$ (19,129)
Prior year adjustment			\$ -	\$ -
TOTAL REVENUE	\$ 98,903.58	\$ 41,000	\$ 90,385	\$ (49,385)

BE IT FURTHER RESOLVED, that \$ 20,000.00 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	2007 - 2008 Final	2008 - 2009 Budget	2008 - 2009 Final Budget	2009 - 2010 Budget
Construction Project	\$ 4,741.70	\$ -	\$ -	\$ -
Sports Complex	\$ 20,026.33	\$ 30,000	\$ 20,000	\$ -
Technology Project - Switches			\$ 36,885	\$ (36,885)
Other Fees and Costs			\$ -	\$ -
TOTAL APPROPRIATION	\$ 24,768.03	\$ 30,000	\$ 56,885	\$ (36,885)
June 30, 2008 Fund Balance		\$ 101,807	\$ 101,807	
Anticipated June 30, 2009 Fund Balance				\$ 135,307
Revenue Less Expenditures		\$ 11,000	\$ 33,500	\$ 21,000
6/30/10 projected Fund Balance				<u>\$ 156,307</u>

The fund balance at the end of the 2009 - 2010 fiscal year is anticipated to be \$ 156,307. The District continues to put funds aside in the Capital Projects Fund for the repair / replacement of the elevator in the High School Building. Beginning in the 2007 - 2008 fiscal year, the community began projects on both the football field adjacent to Meadowbrook Arena and a sports complex on Hornet Way. Funds raised by timbercutting, raffles and other fundraising activities have been deposited in the Capital Projects fund along with funds transferred by the district.

SCHOOL SERVICE FUND
2009 - 2010

BE IT FURTHER RESOLVED, that \$ 590,133 of the total available SCHOOL SERVICE FUND is hereby appropriated in the amounts and for the purposes set forth.

Food Service

REVENUE	2007 - 2008 <u>Final</u>	2008 - 2009 <u>Budget</u>	2008 - 2009 <u>Final Budget</u>	2009 - 2010 <u>Budget</u>
Ticket Sales	\$ 77,161.15	\$ 77,000	\$ 86,000	\$ - \$ 86,000
Interest Income	\$ 1,904.19	\$ 1,500	\$ 700	\$ - \$ 700
Miscellaneous/Ala Carte	\$ 16,083.78	\$ 14,000	\$ 14,000	\$ - \$ 14,000
State Aid	\$ 11,906.22	\$ 11,900	\$ 11,900	\$ - \$ 11,900
Federal Aid	\$ 128,398.61	\$ 125,000	\$ 145,000	\$ - \$ 145,000
Commodity Foods	\$ 21,312.89	\$ 18,000	\$ 18,000	\$ - \$ 18,000
Prior Period Adjustments			\$ -	\$ -
Fund Transfers in	<u>\$ 2,110.00</u>	<u>\$ 2,410</u>	<u>\$ 2,110</u>	<u>\$ - \$ 2,110</u>
 Total Revenue	 \$ 258,876.84	 \$ 249,810	 \$ 277,710	 \$ - \$ 277,710
 EXPENDITURES				
Salaries	\$ 65,744.95	\$ 65,980	\$ 66,271	\$ 1,569 \$ 67,839
Benefits	\$ 43,637.31	\$ 50,805	\$ 51,080	\$ 12,054 \$ 63,134
Purchased Services	\$ 1,834.30	\$ 3,500	\$ 3,500	\$ - \$ 3,500
Food Supplies	\$ 101,179.95	\$ 99,700	\$ 108,700	\$ - \$ 108,700
Commodity Foods	\$ 38,892.90	\$ 36,000	\$ 36,000	\$ - \$ 36,000
Other Supplies	\$ 5,687.86	\$ 8,000	\$ 8,000	\$ - \$ 8,000
Capital Outlay	\$ 7,863.53	\$ 2,000	\$ 2,000	\$ - \$ 2,000
Miscellaneous	\$ 735.89	\$ 2,000	\$ 1,000	\$ - \$ 1,000
Prior Year Adjustment	\$ 384.26			\$ -
Indirect Costs				\$ -
Fund Modification - Gen. Fund	<u>\$ 18,580.00</u>	<u>\$ 18,580</u>	<u>\$ 18,580</u>	<u>\$ - \$ 18,580</u>
 Total Expenditures	 \$ 284,540.95	 \$ 286,565	 \$ 295,131	 \$ 13,623 \$ 308,753
 June 30, 2008 Fund Balance		 \$ 59,812	 \$ 59,812	
 Anticipated June 30, 2009 Fund Balance				 \$ 42,391
Revenue Less Expenditures		\$ (36,755)	\$ (17,421)	<u>\$ (31,043)</u>
6/30/10 projected Fund Balance				<u><u>\$ 11,348</u></u>

The Food Service Fund continues to transfer funds to the General Fund to cover the cost of utilities.

Community Service

REVENUE	2007 - 2008 <u>Final</u>	2008 - 2009 <u>Budget</u>	2008 - 2009 <u>Final Budget</u>	2009 - 2010 <u>Budget</u>
Interest	\$ 391.82	\$ 300	\$ 200	\$ 100 \$ 300
Penal Fines	\$ 31,304.65	\$ 25,000	\$ 25,000	\$ - \$ 25,000
Other	\$ 1,359.06	\$ 1,000	\$ 1,500	\$ (500) \$ 1,000
State Revenue	\$ 3,094.42	\$ 6,000	\$ 6,000	\$ - \$ 6,000
General Fund Subsidy	\$ 69,772.42	\$ 72,344	\$ 91,945	\$ (8,610) \$ 83,335
Total Revenue	\$ 105,922.37	\$ 104,644	\$ 124,646	\$ (9,010) \$ 115,635
 EXPENDITURES				
Salaries	\$ 55,253.87	\$ 49,644	\$ 61,808	\$ 1,126 \$ 62,934
Benefits	\$ 37,234.11	\$ 39,630	\$ 46,362	\$ (9,030) \$ 37,332
Contracted Services	\$ 3,947.26	\$ 3,771	\$ 4,770	\$ (1,000) \$ 3,771
Supplies, Equipment, Other	\$ 6,375.29	\$ 8,599	\$ 8,599	\$ - \$ 8,599
Transfers	\$ 3,111.84	\$ 3,000	\$ 3,106	\$ (106) \$ 3,000
Capital Outlay		\$ -	\$ -	\$ - \$ -
Total Expenditures	\$ 105,922.37	\$ 104,644	\$ 124,646	\$ (9,010) \$ 115,635
June 30, 2008 Fund Balance		\$ -	\$ -	
Anticipated June 30, 2009 Fund Balance				\$ (0)
Revenue Less Expenditures		\$ 0	\$ (0)	<u>\$ (0)</u>
6/30/10 projected Fund Balance				<u><u>\$ 0</u></u>

For the 2009 - 2010 Fiscal Year, the L'Anse Area Schools has maintained the Community Service Fund as a part of the School Service Fund along with Food Service and Athletics. Areas covered in this Community Service Fund include the Public Library.

Athletic Fund

REVENUE	2007 - 2008 <u>Final</u>	2008 - 2009 <u>Budget</u>	2008 - 2009 <u>Final Budget</u>	2009 - 2010 <u>Budget</u>
Interest	\$ 528.72	\$ 200	\$ 200	\$ -
Admissions	\$ 38,636.12	\$ 30,000	\$ 26,500	\$ (1,500)
Other	\$ 25,014.88	\$ 15,080	\$ 26,551	\$ (13,301)
General Fund Subsidy	\$ 81,490.64	\$ 103,314	\$ 116,218	\$ 11,057
	<u>\$ 145,670.36</u>	<u>\$ 148,594</u>	<u>\$ 169,469</u>	<u>\$ (3,744)</u>
Total Revenue	\$ 145,670.36	\$ 148,594	\$ 169,469	\$ (3,744)
 EXPENDITURES				
Salaries/Benefits	\$ 96,762.81	\$ 97,464	\$ 102,369	\$ 1,256
Contracted Services	\$ 23,878.75	\$ 32,980	\$ 41,100	\$ -
Supplies, Equipment, Other Capital Outlay	\$ 25,028.80	\$ 18,150	\$ 26,000	\$ (5,000)
	<u>\$ 145,670.36</u>	<u>\$ 148,594</u>	<u>\$ 169,469</u>	<u>\$ (3,744)</u>
Total Expenditures	\$ 145,670.36	\$ 148,594	\$ 169,469	\$ (3,744)
June 30, 2008 Fund Balance		\$ -	\$ -	
Anticipated June 30, 2009 Fund Balance				\$ 0
Revenue Less Expenditures		\$ -	\$ 0	\$ (0)
6/30/10 projected Fund Balance				<u>\$ (0)</u>

The L'Anse Area Schools continues to maintain its Athletic Fund at 2008 - 2009 levels.

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.