

**FISCAL YEAR 2021-22  
GENERAL FUND OPERATING  
SCHOOL SERVICE FUND  
CAPITAL PROJECT FUND  
STUDENT/SCHOOL ACTIVITY FUND  
BUDGETS  
ORIGINAL  
JULY 1, 2021**



The purpose of the Lakeview School District Board of Education is to represent the public's interest in providing educational programs in a safe learning environment that develops knowledgeable, healthy, socially responsible citizens in the global community.

15 Arbor Street  
Battle Creek, MI 49015

## **LAKEVIEW SCHOOL DISTRICT 2021-22 BUDGET ASSUMPTIONS**

A budget is both a legal requirement and an operational document. It is based upon best assumptions and related estimates for both revenues and expenditures. It provides parameters for the expenditure of funds relating to operating the District's instructional programs and support functions. As data relating to assumptions and estimates is clarified, the budget can and will be revised appropriately.

Four separate funds are now required to account for the ongoing activities of the school district. Board approval is not required for the Debt Retirement Fund or Capital Project Funds under the Uniform Budgeting and Accounting Act (MCL 141.422a); however, we bring the budget for the Public Improvement Fund (a type of Capital Project Fund) to the Board because of the nature of the expenditures and the restrictions the Board and administration have placed on portions of the fund balances within this fund. Additionally, we have brought the Capital Project Non-Bond Fund to the Board in transparency of the shift of the planned transfer from the General Fund to the Capital Project-Non Bond Fund to allow greater flexibility for the dollars designed to be allocated for future building improvement needs.

In January 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 84, *Fiduciary Activities*, which establishes criteria for identifying and reporting fiduciary activities for all state and local governments. This statement is effective for fiscal years beginning after Dec. 15, 2018.

The first three fiduciary funds are existing fund types, as defined by GASB Statement 34. The custodial fund category is new, and replaces what are currently known as agency funds. It's important to note that the criteria for custodial funds is different from the former agency funds, due to GASB's new definition of a fiduciary activity; therefore, some former agency activities will no longer qualify as fiduciary activities.

The financial statement reporting requirements for all of these fund types under GASB 84 will include the following:

- Statement of Fiduciary Net Position – This statement will present assets, deferred outflows, liabilities, deferred inflows, and net position of fiduciary activities.
- Statement of Changes in Fiduciary Net Position – This statement will present activity as additions and deductions to net position.

After the implementation of GASB 84, the custodial funds will - for the first time - report a statement of changes. In addition, while the former agency fund type resulted in a balance sheet where assets always equaled liabilities, in custodial funds, this will not be the default reporting; there could be net position reported within a custodial fund.

Below are the assumptions and rationale that were used in the development of each of the budgets for the other three funds:

### **GENERAL FUND – Includes Athletics as required under GASB 54**

This budget reflects:

- For the General Fund portion of the General Fund, the base of the budget is made up of State Aid Foundation allowance, along with property tax revenue and State and Federal grants.
- General Fund Revenue:
  - State, Federal and other Sources
    1. A State Foundation Grant of \$8,215 per blended FTE has been used. The State has yet to adopt a budget, and we fill this is a conservative estimate at this time, and will be updated once the state adopts a budget in an upcoming amendment.
    2. The blended FTE used for the budget is 3950 this is down from last year and is conservative and will be adjusted based on actual in the first revision.
    3. MPSERS revenue have been updated to State approved budget, along with the corresponding expenses as necessary.
    4. All Federal and State Grant funded program revenues to match expenditures for these programs based on projected funding (i.e. Title I, Title II, Title III, At-Risk).
    5. ESSER grants totaling \$2,342,609 are built into the budget along with offsetting costs, these are one time funds to help with the learning loss experienced due to COVID:
      - ESSER II \$2,265,410
      - ESSER III \$689,088 (we expect 5.2 million, only \$689,088 is used in this budget and the remainder will be used in future budgets)
    6. Special Education revenue on calculated SE-201 based on projected budget and expected approved staffing.
    7. Food Service Indirect cost revenue has been updated according to the formula based on projected food service budget.
- General Fund Expenses:
  1. All Federal and State Grant funded program revenues to match expenditures based on projected funding (i.e. Title I, Title II, Title III, At-Risk).
  2. ESSER II and III funds are budgeted towards staffing and technology to mediate the learning loss that occurred during COVID. Only \$689,088 of the ESSER III grant has been accounted for in this budget.



3. Contractual step and foundation formula increases are included in staffing. The formula increase is based on the expectation of receiving \$100 increase in the per pupil.
4. Reductions in Community Services is due to the change back to before and after care from the 20-21 year when we did full days for partial year. There was also some one time purchases in 20-21 for non-public school one time grant purchases.
5. No transfers to capital funds have been included in this budget; we will add them in the revision if there appear to be surplus funds available to transfer.

#### **SCHOOL SERVICE FUND – Food Service**

This budget reflects:

A fair representation of what is expected for the program in 2021-22.

1. Revenues were returned to a pre-COVID level. We will be continuing with the seamless summer option of serving but we will be receiving more guidance and will reflect these changes in future revisions.
2. Staffing contract was settled and these staffing increases have been included along with the foundation formula based on a foundation increase of \$100 per fte.

#### **PUBLIC IMPROVEMENT FUND/CAPITAL PROJECTS NON-BOND FUND**

This budget reflects:

1. A fair representation of what is expected for the Public Improvement Fund and Capital Projects Non-Bond Fund in 2021-22.
2. Operations truck and a van that as ordered in 2020-21 that will not be delivered prior to the end of 21 are included.

#### **STUDENT/SCHOOL ACTIVITY FUND**

This budget reflects the change due to GASB 84 mentioned above. The fund will start with the ending balance of the current Trust and Agency accounts from the prior year. The revenue and expenses are based on the projected activity for the accounts this year.

LAKEVIEW SCHOOL DISTRICT  
GENERAL FUND BUDGET

ORIGINAL

FOR FISCAL YEAR ENDING JUNE 30, 2022

	2018-19 AUDITED	2019-20 AUDITED	ADOPTED 2020-21 ORIGINAL	ADOPTED 2020-21 AMEND A	PROPOSED 2020-21 AMEND B	PROPOSED 2021-22 ORIGINAL	VARIANCE
<b>REVENUES:</b>							
Local Sources	5,691,194	5,070,302	5,109,266	4,782,405	4,715,995	4,726,740	10,745
State Sources	33,722,111	33,958,920	31,250,564	34,900,214	35,316,831	34,468,984	(847,847)
Federal Sources	696,754	642,773	896,776	2,933,873	3,758,751	4,058,338	299,587
Incoming Transfers & Other Transactions	2,752,404	2,038,056	2,427,709	2,389,774	2,244,111	2,687,795	443,684
<b>TOTAL REVENUES &amp; TRANSFERS</b>	<b>42,862,463</b>	<b>41,710,050</b>	<b>39,684,315</b>	<b>45,006,266</b>	<b>46,035,688</b>	<b>45,941,857</b>	<b>(93,831)</b>
<b>EXPENDITURES:</b>							
<b>BASIC INSTRUCTION:</b>							
Basic Programs	20,222,097	20,323,472	20,473,564	22,986,271	22,656,382	22,591,598	(64,784)
Added Needs	4,806,419	4,425,644	5,233,189	5,320,142	5,685,730	6,057,094	371,364
<b>SUPPORT SERVICES:</b>							
Pupil Services	2,262,601	2,108,360	2,309,284	2,377,203	2,174,524	2,631,177	456,653
Instruction Staff Services	1,634,571	2,068,620	1,380,522	1,617,442	1,607,817	1,831,832	224,015
General Administration Services	498,963	498,859	508,076	531,639	535,504	533,490	(2,014)
School Administration Services	2,585,154	2,731,317	2,885,686	2,944,897	2,962,094	3,000,587	48,493
Business Services	792,423	832,830	825,466	864,694	884,320	915,854	31,534
Operation and Maintenance Services	3,345,791	3,108,502	3,325,492	3,755,918	3,673,076	3,835,167	162,091
Pupil Transportation Services	1,164,805	1,189,300	1,049,666	1,197,482	1,206,928	1,256,554	49,626
Other Supporting Services	1,702,131	1,641,152	1,383,184	1,532,532	1,471,307	1,632,707	161,400
Athletics	906,445	893,604	833,720	865,199	878,965	852,102	(26,863)
<b>COMMUNITY SERVICES</b>	<b>337,404</b>	<b>365,138</b>	<b>387,321</b>	<b>625,305</b>	<b>641,597</b>	<b>477,355</b>	<b>(164,242)</b>
<b>TOTAL EXPENDITURES</b>	<b>40,258,805</b>	<b>40,186,798</b>	<b>40,595,170</b>	<b>44,618,724</b>	<b>44,368,244</b>	<b>45,615,517</b>	<b>1,247,273</b>
<b>OUTGOING TRANSFERS/OTHER TRANSACTIONS</b>	<b>1,829,168</b>	<b>214,058</b>	<b>293,114</b>	<b>387,542</b>	<b>2,667,444</b>	<b>326,340</b>	<b>(2,341,104)</b>
<b>TOTAL APPROPRIATED</b>	<b>42,087,973</b>	<b>40,400,856</b>	<b>40,888,284</b>	<b>45,006,266</b>	<b>47,035,688</b>	<b>45,941,857</b>	<b>(2,341,104)</b>
<b>EXCESS REVENUE OVER EXPENDITURES AND OTHER SOURCES</b>	<b>774,490</b>	<b>1,309,194</b>	<b>(1,203,969)</b>	<b>0</b>	<b>(1,000,000)</b>	<b>0</b>	<b>0</b>
<i>Fund Balance at beginning of year</i>	6,508,700	7,283,190	8,592,384	8,592,384	8,592,384	7,592,384	
<i>Non-spendable Fund Balance</i>	89,111	89,111	89,111	231,151	231,151	231,151	
<i>Assigned Fund Balance</i>	60,137	60,137	60,137	1,267,507	1,267,507	63,538	
<i>Unassigned Fund Balance at end of year</i>	7,133,942	8,443,136	7,239,167	7,093,726	6,093,726	7,297,695	
Fund Balance as a % of Expenditures (net of Sec 147c expenses)	18.49%	22.73%	19.49%	20.45%	17.24%	17.67%	
17% Cashflow Requirement (net of Sec 147c expenses)	6,696,005	6,425,902	6,443,629	7,143,686	7,488,688	7,302,737	
Amount Available for Use	587,185	2,166,483	944,786	1,448,698	103,696	289,647	

PLEASE NOTE: EFFECTIVE WITH THE 2010-11 BUDGET YEAR, THE COMBINED FINANCIAL ACTIVITY FOR THE GENERAL FUND WILL ALSO INCLUDE THE FINANCIAL ACTIVITY ASSOCIATED WITH THE DISTRICT'S ATHLETIC ACTIVITIES IN ACCORDANCE WITH GASB 54. WHILE OUTGOING TRANSFERS ARE SHOWN HERE FOR COMPARITIVE PURPOSES, THE PORTION ASSOCIATED WITH ATHLETICS WILL BE ELIMINATED AGAINST THE INCOMING TRANSFERS WHEN COMBINED WITH THE ACTIVITY OF THE ATHLETIC FUND FOR PURPOSES OF THE 2018-19 BUDGET ADOPTION RESOLUTION.

**LAKEVIEW SCHOOL DISTRICT  
APPROPRIATIONS RESOLUTION FOR ADOPTION BY THE BOARD OF EDUCATION  
FISCAL YEAR 2021-22**

RESOLVED, that this resolution shall be the general appropriations of the Lakeview School District for the fiscal year 2021-22: A resolution to make appropriations; to provide for the expenditure of the appropriations; and to provide for the disposition of all income received by the Lakeview School District.

Be it further resolved that the total revenues and unappropriated fund balance estimated to be available for appropriations in the General Fund of the Lakeview School District for the fiscal year 2021-22 which includes 18 mills of ad valorem taxes to be levied on non-homestead and non-qualified agricultural property to be used for operating purposes be approved as follows:

Revenue:	
Local	4,726,740
State	34,468,984
Federal	4,058,338
Incoming Transfers & Other Transactions	2,687,795
Total Revenue	<u>45,941,857</u>
Fund Balance, July 1, 2021 (estimated)	7,592,384
Less Non-spendable Fund Balance (estimated)	231,151
Less Assigned Fund Balance for Subsequent Year Deficit (estimated)	0
Less Assigned Fund Balance for Future Operations (estimated)	0
Less Assigned Fund Balance for Technology (estimated)	0
Less Assigned Fund Balance for Comp. Absences (estimated)	<u>63,538</u>
Fund Balance Available to Appropriate	<u>7,297,695</u>
Total Available to Appropriate	<u><u>53,239,552</u></u>

Be it further resolved that \$45,941,857 of the total available to appropriate in the General Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures:	
<i>Basic Instruction:</i>	
Basic Programs	22,591,598
Added Needs	6,057,094
Adult and Continuing Education	0
<i>Support Services:</i>	
Pupil Services	2,631,177
Instruction Staff Services	1,831,832
General Administration Services	533,490
School Administration Services	3,000,587
Business Services	915,854
Operation and Maintenance Services	3,835,167
Pupil Transportation Services	1,256,554
Other Supporting Services	1,632,707
Athletics	852,102
<i>Community Services</i>	<u>477,355</u>
<b>TOTAL EXPENDITURES</b>	<u>45,615,517</u>
<i>Outgoing Transfers/Other Transactions</i>	326,340
<b>TOTAL APPROPRIATED</b>	<u><u>45,941,857</u></u>

Be it 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 policy statement hitherto adopted by the Board. Changes in the amount appropriated by the Board shall require approval of the Board.

**THIS RESOLUTION TAKES EFFECT JULY 1, 2021**



**LAKEVIEW SCHOOL DISTRICT  
SCHOOL SERVICE FUND FOOD SERVICE BUDGET  
ORIGINAL**

**FOR FISCAL YEAR ENDING JUNE 30, 2022**

	AUDITED 2017-18	AUDITED 2018-19	AUDITED 2019-20	ADOPTED ORIGINAL 2020-21	ADOPTED AMEND A 2020-21	PROPOSED AMEND B 2020-21	PROPOSED ORIGINAL 2021-22	VARIANCE
<b>REVENUES:</b>								
Local Sources	1,001,806	944,065	674,833	930,094	643,541	189,321	930,094	740,773
State Sources	74,927	75,190	68,663	74,114	71,371	79,586	74,114	(5,472)
Federal Sources	1,579,007	1,790,869	2,162,532	1,759,174	1,897,728	2,040,031	1,759,174	(280,857)
Incoming Transfers & Other Transactions	39,070	76,750	80,000	81,000	81,000	82,000	122,000	40,000
<b>TOTAL REVENUES &amp; TRANSFERS</b>	<b>2,694,810</b>	<b>2,886,875</b>	<b>2,986,027</b>	<b>2,844,382</b>	<b>2,693,640</b>	<b>2,390,938</b>	<b>2,885,382</b>	<b>494,444</b>
<b>EXPENDITURES:</b>								
Salaries	664,958	732,801	657,228	707,931	637,751	637,751	718,739	80,988
Employee Benefits	414,779	480,550	459,394	491,661	460,621	460,621	474,941	14,320
Purchased Services	54,713	53,242	62,670	106,295	92,248	78,345	106,295	27,950
Food, Supplies, and Other Expenses	1,254,383	1,194,827	1,217,814	1,239,709	1,302,443	1,146,458	1,059,709	(86,749)
Dues and Fees	12,513	14,324	17,980	14,460	16,360	14,460	14,800	340
Capital Outlay	161,399	123,411	103,602	47,800	60,200	146,584	14,460	(132,124)
<b>TOTAL EXPENDITURES</b>	<b>2,562,746</b>	<b>2,599,156</b>	<b>2,518,687</b>	<b>2,607,856</b>	<b>2,569,623</b>	<b>2,484,219</b>	<b>2,388,944</b>	<b>(95,275)</b>
<b>OUTGOING TRANSFERS/OTHER TRANSACTIONS</b>	<b>134,356</b>	<b>195,721</b>	<b>209,620</b>	<b>190,500</b>	<b>189,362</b>	<b>180,815</b>	<b>162,385</b>	<b>(18,430)</b>
<b>TOTAL APPROPRIATED</b>	<b>2,697,102</b>	<b>2,794,877</b>	<b>2,728,308</b>	<b>2,798,356</b>	<b>2,758,985</b>	<b>2,665,034</b>	<b>2,551,329</b>	<b>(113,705)</b>
<b>EXCESS REVENUE OVER EXPENDITURES AND OTHER SOURCES</b>	<b>(2,292)</b>	<b>91,997</b>	<b>257,719</b>	<b>46,026</b>	<b>(65,345)</b>	<b>(274,096)</b>	<b>334,053</b>	
<i>Fund Balance at beginning of year</i>	650,542	648,250	740,247	997,963	997,963	997,963	723,867	
<i>Non-spendable Fund Balance</i>	32,746	24,381	50,463	50,463	50,463	50,463	50,463	
<i>Restricted Fund Balance at end of year</i>	615,504	715,866	947,500	993,526	882,155	673,404	1,007,457	

**LAKEVIEW SCHOOL DISTRICT  
RESOLUTION FOR ADOPTION SCHOOL SERVICE FUND  
FOR FISCAL YEAR ENDED JUNE 30, 2022**

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the School Service Fund of the Lakeview School District for fiscal year 2021-22 be approved as follows:

Revenue:	
Local	930,094
State	74,114
Federal	1,759,174
Incoming Transfers & Other Transactions	122,000
Total Revenue	<u>2,885,382</u>
Fund Balance, July 1, 2021 (estimated)	723,867
Less Non-Spendable Fund Balance (estimated)	<u>50,463</u>
Restricted Fund Balance Available to Appropriate	<u>673,404</u>
Total Available to Appropriate	<u><u>3,558,786</u></u>

BE IT FURTHER RESOLVED, that \$2,551,329 of the total to appropriate in the School Service Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures:	
Food Service	2,388,944
<b>TOTAL EXPENDITURES</b>	<u>2,388,944</u>
<i>Outgoing Transfers/Other Transactions</i>	162,385
<b>TOTAL APPROPRIATED</b>	<u><u>2,551,329</u></u>

**THIS RESOLUTION TAKES EFFECT JULY 21 , 2021**



**RESOLUTION FOR ADOPTION  
BY THE BOARD OF EDUCATION OF THE  
LAKEVIEW SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
FOR FISCAL YEAR ENDING JUNE 30, 2022**

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Capital Projects Fund of the Lakeview School District for fiscal year 2021-22 be approved as follows:

Revenue:		
	Local - PIF	100
	Other Financing Sources	
	Incoming Transfers & Other Transactions (Cap Proj - Non Bond)	<u>0</u>
	Total Revenue	100
	Fund Balance - Public Improvement Fund, July 1 2021 (estimated)	480,135
	Fund Balance - Capital Project Fund Non-Bond, July 1 2021 (estimated)	3,770,450
	Less: Committed Fund Balance - Public Improvement Fund (estimated)	
	Restricted Fund Balance Available to Appropriate	480,135
	Unassigned Fund Balance Available to Appropriate	<u>3,770,450</u>
	Total Available to Appropriate	<u><u>4,250,685</u></u>

BE IT FURTHER RESOLVED, that \$54,769 of the total to appropriate in the Capital Projects Fund and for the purposes set forth below:

Expenditures:		
	Public Improvement Fund - General/Restricted	-
	Public Improvement Fund - Elementary Facilities	-
	Public Improvement Fund - Tennis Building	-
	Public Improvement Fund - Tennis Brick Program	-
	Public Improvement Fund - Swimming	-
	Capital Project - Operations Truck and Van (van ordered in 21 but wil not be received until 22)	91,380
	<b>TOTAL EXPENDITURES</b>	91,380
	<i>Outgoing Transfers/Other Transactions</i>	<u>0</u>
	<b>TOTAL APPROPRIATED</b>	<u><u>91,380</u></u>

**THIS RESOLUTION TAKES EFFECT JULY 1, 2021**

**RESOLUTION FOR ADOPTION  
BY THE BOARD OF EDUCATION OF THE  
LAKEVIEW SCHOOL DISTRICT  
STUDENT/SCHOOL ACTIVITY FUND  
FOR FISCAL YEAR ENDING JUNE 30, 2022**

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Student/School Activity Fund of the Lakeview School District for fiscal year 2021-22 be approved as follows:

Revenue:		
	Beginning Cash	259,165
	Projected Income	<u>110,000</u>
	Total Revenue	369,165
	Total Available to Appropriate	<u><u>369,165</u></u>

BE IT FURTHER RESOLVED, that \$110,000 of the total to appropriate in the Student/Activity Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures:	<u>110,000</u>
<b>TOTAL EXPENDITURES</b>	<u>110,000</u>
<b>TOTAL APPROPRIATED</b>	<u><u>110,000</u></u>

**THIS RESOLUTION TAKES EFFECT JULY 1, 2021**