

FISCAL YEAR 2012-13
GENERAL FUND OPERATING
SCHOOL SERVICE FUND
CAPITAL PROJECT FUND &
ENTERPRISE FUND
BUDGET AMENDMENTS
JUNE 17, 2013



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 develop knowledgeable, healthy, socially responsible citizens in the global community.

15 Arbor Street
Battle Creek, MI 49015

**LAKEVIEW SCHOOL DISTRICT
2012-13 BUDGET AMENDMENT B 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.

Five separate funds are required to account for the ongoing activities of the school district. Board approval for the budget of the Debt Retirement Fund, however, is no longer required by the Michigan Department of Education. Below are the assumptions and rationale that were used in the development of each of the budgets for other four funds:

COMBINED GENERAL FUND - Includes Athletics as required under GASB 54

The budget as presented at this time, more accurately reflects the operating conditions and funding for 2012-13.

This budget reflects:

1. The inclusion of \$366,111 in State Revenue and offsetting retirement costs allocated proportionately based on payroll by major function code to comply with guidance released from MDE on June 7th related to how school districts must account in their fund level financial statements for their share of the \$160M the School Aid Fund is paying to MPERS for the unfunded liability portion of the retirement rate that exceed the statutorily capped rate to districts of 20.96%.
2. The impact of MTT Tax Tribunal Settlements paid and related prior year State Aid Adjustments received since the April revision primarily related to Lakeview Square Mall and Summit Development Group (whose tax repayments totaled \$212,144).
3. Reduce swim program revenue budgets by \$20,000 based on current year activity.
4. Inclusion of budget amounts for both building level donations and reciprocal expenditures.
5. An increase in the in the transfer from the Food Service Fund to the General Fund of \$3,053 based on final revised FS Fund expenditures. This continues to reflect a 100% reimbursement level of allowable indirect costs in the Food Service revised budget for 2012-13.
6. A reduction in the Operations and Maintenance budget and corresponding increase in the transfer to the PIF in the amount of \$28,163 to fund the 28th Street project that is schedule to occur this summer.
7. A fair representation of what is expected for the athletics program in 2012-13.

SCHOOL SERVICE FUND - Food Service

This budget reflects:

1. More closely the activity for the program in 2012-13.

2. An increase in local source revenue projections of nearly \$17,000 from the April revision based on better than anticipated vending and ala-cart sales as well as outside catering revenue.
3. A decrease in State sources of revenue of approximately \$5,500 as we did not receive supplemental breakfast funding this year.
4. An increase in the transfer to the General Fund for the reimbursement of indirect costs of \$3,053 based on the projected decrease in total Food Service Fund expenditures. This continues to reflect a 100% reimbursement level of allowable indirect costs again for 2012-13; the fourth consecutive year.
5. A \$17,000 increase from the April estimated budget for retirement costs. An error was discovered in the calculations used at that time.
6. A \$6,000 increase in food costs over the April projections primarily in the category of produce.

CAPITAL PROJECTS FUND

This budget reflects:

1. A fair representation of what is expected for the Public Improvement Fund in 2012-13.
2. A transfer from the General Fund in the amount of \$28,163 to fund the 28th Street project scheduled for this summer funded by a reduction in the Operations and Maintenance Budget.
3. A \$17,790 reduction in the transfer from the General Fund for Tennis Building donations to reflect actual donations received in the current year.
4. The removal of the \$500 budget for Tennis Bricks as no expenditures were made in the current year.

ENTERPRISE FUND

An Enterprise Fund is used to report business-type activities - fees charged to customers or organizations to cover the costs of services provided. Typically municipalities use this type of fund for water and sewer departments and parking facilities. Lakeview School District will be using this fund for management services and associated expenses rendered to the Battle Creek Area Learning Center (BCALC).

According to the agreement with the BCALC Board of Directors, Lakeview will be providing all employees and services. Lakeview School District will be reimbursed 100% for these services. All revenue for this fund will be shown as Local Revenue, Fees for Service, as required by the Michigan Department of Education. The expenditures associated with the BCALC will be recorded in this fund to ensure that Lakeview is reimbursed for expenses incurred.

This budget reflects the anticipated expenditures for the Calhoun Community High School for 2012-13.

**LAKEVIEW SCHOOL DISTRICT
 APPROPRIATIONS RESOLUTION FOR ADOPTION BY THE BOARD OF EDUCATION
 FISCAL YEAR 2012-13**

RESOLVED, that this resolution shall be the general appropriations of the Lakeview School District for the fiscal year 2012-2013: 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 2012-13 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 amended and approved as follows:

Revenue:	
Local	5,587,421
State	26,462,076
Federal	601,704
Incoming Transfers & Other Transactions	<u>1,391,185</u>
Total Revenue	34,042,386
Combined Fund Balance, July 1, 2012	7,673,485
Less Non-spendable Fund Balance	78,997
Less Assigned Fund Balance for Athletics	136,899
Less Assigned Fund Balance for Subsequent Year Deficit	296,690
Less Assigned Fund Balance for Future Operations	0
Less Assigned Fund Balance for Technology	0
Less Assigned Fund Balance for Child Care	91,136
Less Assigned Fund Balance for Comp. Absences	<u>353,525</u>
Fund Balance Available to Appropriate	<u>6,716,238</u>
Total Available to Appropriate	<u><u>40,758,624</u></u>

Be it further resolved that \$34,990,101 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	17,988,510
Added Needs	3,649,618
Adult and Continuing Education	
<i>Support Services:</i>	
Pupil Services	1,149,191
Instruction Staff Services	1,031,238
General Administration Services	362,288
School Administration Services	2,222,294
Business Services	838,161
Operation and Maintenance Services	3,312,710
Pupil Transportation Services	1,090,387
Other Supporting Services	2,481,647
<i>Community Services</i>	
TOTAL EXPENDITURES	<u>34,939,440</u>
Outgoing Transfers/Other Transactions	50,661
TOTAL APPROPRIATED	<u><u>34,990,101</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 JUNE 17, 2013

LAKEVIEW SCHOOL DISTRICT
GENERAL FUND ATHLETICS BUDGET
FOR FISCAL YEAR ENDING JUNE 30, 2013

	AUDITED 2006-07	AUDITED 2007-08	AUDITED 2008-09	AUDITED 2009-10	AUDITED 2010-11	AUDITED 2011-12	ADOPTED 2012-13	ADOPTED 2012-13	ADOPTED 2012-13	PROPOSED AMEND B 2012-13	VARIANCE
REVENUES:											
Local Sources	324,930	343,233	293,058	293,615	272,674	285,453	244,858	289,311	288,936	(375)	
State Sources	0	0	0	0	0	0	0	0	0	-	
Federal Sources	0	0	0	0	0	0	0	0	0	-	
Incoming Transfers & Other Transactions	544,806	571,153	581,921	570,081	605,780	612,549	607,803	630,679	632,204	1,525	
TOTAL REVENUES & TRANSFERS	869,736	914,386	876,979	863,696	878,454	898,002	852,661	919,990	921,140	1,150	
EXPENDITURES:											
Salaries	437,356	386,087	384,960	372,612	374,250	375,631	363,112	400,446	400,951	505	
Employee Benefits	129,588	117,788	116,598	112,874	126,695	142,510	149,854	153,520	153,691	171	
Purchased Services	91,928	154,229	177,786	191,889	194,618	199,755	176,605	157,606	154,531	(3,075)	
Supplies	162,765	178,092	155,143	148,910	137,878	135,862	115,975	164,645	156,619	(8,026)	
Capital Outlay	10,362	8,013	4,858	6,185	23,013	22,994	17,616	17,616	12,079	(5,537)	
Dues & Fees	14,875	19,209	21,412	23,045	25,408	24,531	24,527	23,785	24,277	492	
TOTAL EXPENDITURES	846,874	863,418	860,757	855,515	881,862	901,283	847,689	917,618	902,148	(15,470)	
OUTGOING TRANSFERS/OTHER TRANSACTIONS											
TOTAL APPROPRIATED	846,874	863,418	860,757	855,515	881,862	901,283	847,689	917,618	902,148	(15,470)	
EXCESS REVENUE OVER EXPENDITURES AND OTHER SOURCES											
<i>Fund Balance at beginning of year</i>	22,862	50,968	16,222	8,181	(3,408)	(3,281)	4,972	2,372	18,992		
<i>Non-Spendable Fund Balance</i>	46,042	68,904	119,872	136,094	144,275	140,867	137,586	137,586	137,586		
<i>Assigned Fund Balance at end of year</i>	68,904	119,872	136,094	142,745	140,867	136,899	141,871	139,271	155,891		

PLEASE NOTE: EFFECTIVE WITH THE 2010-11 BUDGET YEAR, THE FINANCIAL ACTIVITY ASSOCIATED WITH ATHLETIC ACTIVITIES IS REQUIRED TO BE REPORTED AS PART OF THE GENERAL FUND AS THE ATHLETIC FUND IS NO LONGER CONSIDERED TO BE A SPECIAL REVENUE FUND IN ACCORDANCE WITH GASB 54. WHILE INCOMING TRANSFERS ARE SHOWN HERE FOR COMPARATIVE PURPOSES, THEY WILL BE ELIMINATED AGAINST OUTGOING TRANSFERS WHEN COMBINED WITH THE GENERAL FUND ACTIVITY FOR PURPOSES OF THE 2010-11 BUDGET ADOPTION RESOLUTION FOR THE GENERAL FUND. FUND BALANCE ATTRIBUTABLE TO THE ATHLETIC FUND WILL BE RECORDED AS AN ASSIGNED FUND BALANCE WITHIN THE GENERAL FUND.

**LAKEVIEW SCHOOL DISTRICT
RESOLUTION FOR ADOPTION SCHOOL SERVICE FUND
FOR FISCAL YEAR ENDED JUNE 30, 2013**

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 2012-2013 be amended and approved as follows:

Revenue:	
Local	854,202
State	78,395
Federal	1,121,079
Incoming Transfers & Other Transactions	900
Total Revenue	<u>2,054,576</u>
Fund Balance, July 1, 2012	357,151
Less Non-Spendable Fund Balance	<u>19,599</u>
Restricted Fund Balance Available to Appropriate	<u>337,552</u>
Total Available to Appropriate	<u><u>2,392,128</u></u>

BE IT FURTHER RESOLVED, that \$1,953,983 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	1,813,861
TOTAL EXPENDITURES	<u>1,813,861</u>
<i>Outgoing Transfers/Other Transactions</i>	<u>140,122</u>
TOTAL APPROPRIATED	<u><u>1,953,983</u></u>

THIS RESOLUTION TAKES EFFECT JUNE 17, 2013

LAKEVIEW SCHOOL DISTRICT
SCHOOL SERVICE FUND FOOD SERVICE BUDGET
FOR FISCAL YEAR ENDING JUNE 30, 2013

	AUDITED 2006-07	AUDITED 2007-08	AUDITED 2008-09	AUDITED 2009-10	AUDITED 2010-11	AUDITED 2011-12	ADOPTED 2012-13	ADOPTED 2012-13	ADOPTED 2012-13	PROPOSED AMEND B 2012-13	VARIANCE
REVENUES:											
Local Sources	792,201	871,189	912,686	919,104	1,002,765	913,439	903,645	837,574	854,202	16,628	
State Sources	49,203	42,423	51,770	80,306	80,306	91,582	76,085	83,878	78,395	(5,483)	
Federal Sources	462,544	588,245	734,383	885,439	1,000,863	1,120,004	1,140,753	1,121,079	1,121,079	-	
Incoming Transfers & Other Transactions	-	20,000	550	550	960	1,040	1,040	900	900	-	
TOTAL REVENUES & TRANSFERS	1,303,948	1,521,857	1,698,839	1,869,108	2,084,894	2,126,065	2,121,523	2,043,431	2,054,576	11,145	
EXPENDITURES:											
Salaries	322,101	365,816	392,515	410,098	462,538	455,113	480,066	459,840	463,590	3,750	
Employee Benefits	239,101	257,241	266,412	269,872	293,597	293,647	300,504	266,817	284,266	17,449	
Purchased Services	28,088	55,867	33,394	35,216	110,027	59,695	52,950	45,106	44,942	(164)	
Supplies and other Expense	616,393	785,885	836,674	836,006	973,025	993,790	1,009,455	970,599	976,653	6,054	
Dues and Fees	3,126	5,610	8,362	14,449	12,606	12,538	12,600	10,625	10,625	-	
Capital Outlay	71,425	63,548	21,022	116,208	57,899	21,348	50,800	34,310	33,785	(525)	
TOTAL EXPENDITURES	1,280,234	1,533,967	1,558,479	1,681,849	1,909,892	1,846,131	1,906,375	1,787,297	1,813,861	26,564	
OUTGOING TRANSFERS/OTHER TRANSACTIONS	0	9,700	60,000	117,478	148,891	129,297	139,342	137,069	140,122	3,053	
TOTAL APPROPRIATED	1,280,234	1,543,667	1,618,479	1,799,327	2,058,783	1,975,428	2,045,717	1,924,366	1,953,983	29,617	
EXCESS REVENUE OVER EXPENDITURES AND OTHER SOURCES											
<i>Fund Balance at beginning of year</i>	23,714	(21,810)	80,360	69,781	26,311	150,637	75,806	119,065	100,593		
<i>Non-spendable Fund Balance</i>	28,158	51,872	30,062	110,422	180,203	206,514	357,151	357,151	357,151		
<i>Restricted Fund Balance at end of year</i>	13,759	20,392	19,403	19,434	19,817	19,599	19,599	19,599	19,599		
<i>Restricted Fund Balance at end of year</i>	38,113	9,670	91,019	160,769	166,697	337,552	413,358	456,617	438,145		

**RESOLUTION FOR ADOPTION
BY THE BOARD OF EDUCATION OF THE
LAKEVIEW SCHOOL DISTRICT
CAPITAL PROJECTS FUND
FOR FISCAL YEAR ENDING JUNE 30, 2013**

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 2012-2013 be amended and approved as follows:

Revenue:		
Local		710
Other Financing Sources		0
Incoming Transfers & Other Transactions		47,320
Total Revenue		48,030
Fund Balance, July 1, 2012	704,829	
Less: Committed Fund Balance - Public Improvement Fund	545,422	
Restricted Fund Balance Available to Appropriate		159,407
Total Available to Appropriate		207,437

BE IT FURTHER RESOLVED, that \$133,771 of the total to appropriate in the Capital Projects Fund and \$67,424 of the Committed Fund Balance is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures:		
Public Improvement Fund - General/Restricted		133,771
Public Improvement Fund - Elementary Facilities		63,345
Public Improvement Fund - Tennis Building		-
Public Improvement Fund - Tennis Brick Program		-
Public Improvement Fund - Swimming		4,079
Capital Project		0
TOTAL EXPENDITURES		201,195
<i>Outgoing Transfers/Other Transactions</i>		0
TOTAL APPROPRIATED		201,195

THIS RESOLUTION TAKES EFFECT JUNE 17, 2013

**LAKEVIEW SCHOOL DISTRICT
 APPROPRIATIONS RESOLUTION FOR ADOPTION BY THE BOARD OF EDUCATION
 ENTERPRISE FUND
 FISCAL YEAR 2012-13**

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Enterprise Fund of the Lakeview School District for the fiscal year 2012-13 be amended and approved as follows:

Revenue:	
Local	1,452,036
State	0
Federal	0
Incoming Transfers & Other Transactions	0
Total Revenue	1,452,036
Fund Balance, July 1, 2012	0
Less Non-Spendable Fund Balance	0
Unreserved Retained Earnings Available to Appropriate	0
Total Available to Appropriate	1,452,036

BE IT FURTHER RESOLVED, that \$1,452,036 of the total available to appropriate in the Enterprise Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures:	
<i>Basic Instruction:</i>	
Basic Programs	725,121
Added Needs	208,448
<i>Support Services:</i>	
Pupil Services	198,556
Instruction Staff Services	37,740
School Administration Services	190,042
Business Services	12,848
Operation and Maintenance Services	62,432
Pupil Transportation Services	1,000
Other Supporting Services	15,849
TOTAL EXPENDITURES	1,452,036
<i>Outgoing Transfers/Other Transactions</i>	0
TOTAL APPROPRIATED	1,452,036

THIS RESOLUTION TAKES EFFECT JUNE 17, 2013