

**LAPEER COMMUNITY SCHOOLS**  
**Of Lapeer County**

**Proposed Budget**  
**APPROPRIATION ACT**  
**July 1, 2007-June 30, 2008**

**For**  
**Public Hearing**  
**For**  
**Board of Education Adoption**

**June 21, 2007**

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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 Thursday, June 21, 2007, relative to the 2007-08 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 special Board of Education Meeting on June 21, 2007, in the Board Room, 1025 West Nepessing Street, Lapeer, Michigan. The Hearing will begin at 6:00 p.m.

Copies of the proposed budget will be available for public inspection after 9:00 a.m., Wednesday, June 19, 2007, at the Administration & Services Center, 1025 West Nepessing Street, Lapeer, Michigan, 48446, between the hours of 9:00 a.m. and 3:00 p.m.

Tredd Morris, Secretary  
Lapeer Board of Education

**GENERAL FUND REVENUE  
BUDGET  
JULY 1, 2007 - JUNE 30, 2008**

	<b>2004-05 Actual</b>	<b>2005-06 Actual</b>	<b>2006-07 Adopted Budget 6/15/2006</b>	<b>2006-07 Adopted Amendment 1/4/2007</b>	<b>2006-07 Proposed Final Amendment 6/21/2007</b>	<b>2007/08 Proposed Budget 6/21/2007</b>
Local	\$6,452,405 <sup>1</sup>	\$7,592,104 <sup>2</sup>	\$8,347,800	\$8,243,800	\$8,009,475 <sup>3</sup>	\$7,984,396 <sup>4</sup>
State	45,362,729	45,866,302	45,469,000	44,773,889	46,476,345	44,610,128
Federal	1,605,234	1,758,355	1,534,600	1,561,373	1,569,773	1,629,773
Other Transaction	<u>55,198</u>	<u>14,960</u>	<u>0</u>	<u>79,000</u>	<u>79,000</u>	<u>79,000</u>
	<b><u>\$53,475,566</u></b>	<b><u>\$55,231,721</u></b>	<b><u>\$55,351,400</u></b>	<b><u>\$54,658,062</u></b>	<b><u>\$56,134,593</u></b>	<b><u>\$54,303,297</u></b>

<sup>1</sup> Included in local revenue is \$5,305,000 resulting from a combination of a levy of 17.5029 mills on non-homestead property approved in 1998 and an additional .4971 mills on non-homestead approved in 2002. This revenue is to be used to pay wage, fringe benefit, purchased service, supply and material, and capital outlay expenses.

<sup>2</sup> Included in local revenue is \$5,209,000 resulting from a combination of a levy of 17.4678 mills on non-homestead property approved in 1998 and an additional .5322 mills on non-homestead approved in 2002. This revenue is to be used to pay wage, fringe benefit, purchased service, supply and material, and capital outlay expenses.

<sup>3</sup> Included in local revenue is \$6,600,000 resulting from a combination of a levy of 17.4573 mills on non-homestead property approved in 1998 and an additional .5427 mills on non-homestead approved in 2002. This revenue is to be used to pay wage, fringe benefits, purchased service, supply and material, and capital outlay expenses.

<sup>4</sup> Included in local revenue is \$6,769,000 resulting from a combination of a levy of 17.4573 mills on non-homestead property approved in 1998 and an additional .5427 mills on non-homestead approved in 2002. 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, 2007 - JUNE 30, 2008**

	2004-05 <u>Actual</u>	2005-06 <u>Actual</u>	2006-07 Adopted Budget 6/15/2006	2006-07 Adopted Amendment 1/4/2007	2006-07 Proposed Final Amendment 6/21/2007	2007-08 Proposed Budget 6/21/2007
<b>INSTRUCTION</b>						
Basic Programs	\$26,110,902	\$27,202,380	\$27,644,200	\$28,602,114	\$28,427,854	\$27,414,368
Added Needs	6,420,369	6,553,599	6,843,100	5,988,389	6,001,489	6,110,189
Adult Continuing Education	21,458	0	0	0	0	0
Capital Outlay	54,861	64,154	95,500	118,500	49,950	49,950
<b>TOTAL INSTRUCTION</b>	<b>\$32,607,590</b>	<b>\$33,820,133</b>	<b>\$34,582,800</b>	<b>\$34,709,003</b>	<b>\$34,479,293</b>	<b>\$33,574,507</b>
<b>SUPPORT SERVICES</b>						
Pupil	\$2,521,101	\$3,073,192	\$3,279,600	\$3,176,485	\$3,173,085	\$3,021,685
Instructional Staff	2,054,723	2,064,513	2,213,700	2,358,648	2,261,624	2,298,977
General Administration	490,286	543,657	513,500	480,100	670,100	525,700
School Administration	3,661,266	3,536,616	3,864,000	3,667,155	3,577,827	3,851,027
Business	914,868	1,089,403	1,137,200	1,150,900	1,065,200	1,112,600
Operation & Maintenance	4,296,148	4,750,430	4,640,600	4,466,207	4,738,807	4,427,793
Transportation	2,929,773	3,076,685	3,214,300	3,153,666	3,174,516	3,440,320
Central	697,119	715,414	724,600	676,805	717,705	756,305
Capital Outlay	893,794	1,279,509	126,800	273,000	319,330	645,130
<b>TOTAL SUPPORT SERVICES</b>	<b>\$18,459,078</b>	<b>\$20,129,419</b>	<b>\$19,714,300</b>	<b>\$19,402,966</b>	<b>\$19,698,194</b>	<b>\$20,079,537</b>
COMMUNITY SERVICES	377,476	328,209	611,700	408,271	370,671	380,671
CAPITAL OUTLAY	0	0	180,000	172,500	1,000	150,000
OUTGOING TRANSFERS & OTHER	1,261,630	1,273,826	1,175,400	1,311,500	1,234,849	1,256,890
<b>TOTAL OTHER</b>	<b>\$1,639,106</b>	<b>\$1,602,035</b>	<b>\$1,967,100</b>	<b>\$1,892,271</b>	<b>\$1,606,520</b>	<b>\$1,787,561</b>
<b>GRAND TOTAL</b>	<b>\$52,705,774</b>	<b>\$55,551,587</b>	<b>\$56,264,200</b>	<b>\$56,004,240</b>	<b>\$55,784,007</b>	<b>\$55,441,605</b>
<b>Excess (Deficit)</b>	<b>\$769,792</b>	<b>(319,866)</b>	<b>(\$912,800)</b>	<b>(\$1,346,178)</b>	<b>\$350,586</b>	<b>(\$1,138,308)</b>
Beginning Fund Balance	8,436,470	9,206,262	8,475,862	8,886,396	8,886,396	9,236,982
<b>Ending Fund Balance</b>	<b>\$9,206,262</b>	<b>\$8,886,396</b>	<b>\$7,563,062</b>	<b>\$7,540,218</b>	<b>\$9,236,982</b>	<b>\$8,098,674</b>
As % Total Expenditures	17.5%	16.0%	13.4%	13.5%	16.5%	14.6%

**RESOLUTION FOR ADOPTION BY  
THE BOARD OF EDUCATION OF LAPEER COMMUNITY SCHOOLS  
2007-08 BUDGET**

**RESOLVED**, that this resolution shall be the **GENERAL FUND Appropriation Act of the Lapeer Community Schools** for the fiscal year 2007-2008: 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 2007-2008 , be adopted as follows:

**Revenue**

Local	\$7,984,396		
State	44,610,128		
Federal	1,629,773		
Other Transaction	<u>79,000</u>		
 Total Revenue		<b>\$</b>	<b>54,303,297</b>
 Estimated Fund Balance June 30, 2007	<b>\$ 9,236,982</b>		
Less Appropriated Fund Balance	<u>1,138,308</u>		
 Fund Balance Appropriated to Expenditures		<b>\$</b>	<b><u>1,138,308</u></b>
 <b>TOTAL APPROPRIATED FOR GENERAL FUND</b>		<b>\$</b>	<b><u><u>55,441,605</u></u></b>

**BE IT FURTHER RESOLVED**, that **\$55,441,605** in the general fund is hereby appropriated in the amounts and for the purposes set forth below:

**EXPENDITURES**

Instruction:

Basic Programs	27,414,368
Added Needs	6,110,189
Capital Outlay	49,950

Support Services:

Pupil	3,021,685
Instructional Staff	2,298,977
General Administration	525,700
School Administration	3,851,027
Business	1,112,600
Operation & Maintenance	4,427,793
Transportation	3,440,320
Central	756,305
Capital Outlay	645,130
Community Services	380,671
Outgoing Transfers & Other Transactions	1,256,890
Capital Outlay	<u>150,000</u>

**TOTAL APPROPRIATED - GENERAL FUND** **\$ 55,441,605**

**FURTHER BE IT RESOLVED**, that the revenue from the combination of two levies of 17.4573 mills and .5427 mills on non-homestead property be used to pay wage, fringe benefit, purchased service, supply and material, capital outlay, and for transfers to other funds or governmental entities (L.C.I.S.D.)

**SCHOOL SERVICE FUND**  
**Food Service Budget**  
**JULY 1, 2007 - JUNE 30, 2008**

	<b>2004-05 Actual</b>	<b>2005-06 Actual</b>	<b>2006-07 Adopted Budget 6/15/2006</b>	<b>2006-07 Adopted Amendment 1/4/2007</b>	<b>2006-07 Final Proposed Amendment 6/21/2007</b>	<b>2007-08 Proposed Budget 6/21/2007</b>
<b>REVENUE</b>						
Charges	\$1,229,308	\$1,189,100	\$1,199,000	\$1,240,200	\$1,090,500	\$1,129,796
State Aid	167,202	170,081	\$175,000	177,000	165,747	180,600
Federal Aid	826,045	890,488	870,000	870,000	974,450	1,007,335
Other Revenue	<u>0</u>	<u>0</u>	<u>\$4,000</u>	<u>4,000</u>	<u>10,000</u>	<u>9,000</u>
<b>Total Revenue</b>	<b><u>\$2,222,555</u></b>	<b><u>\$2,249,669</u></b>	<b><u>\$2,248,000</u></b>	<b><u>\$2,291,200</u></b>	<b><u>\$2,240,697</u></b>	<b><u>\$2,326,731</u></b>
<b>EXPENDITURES</b>						
Wages and Fringe Benefits	\$954,144	\$952,295	\$960,200	\$1,007,200	\$989,200	\$990,545
Food	954,592	919,687	937,600	937,600	942,350	964,436
Supplies, Materials, Management Fee, Purchased Services, Equipment & Furniture, Transfers & Other	<u>501,530</u>	<u>340,254</u>	<u>346,900</u>	<u>376,400</u>	<u>335,743</u>	<u>367,536</u>
<b>Total Expenditures</b>	<b><u>\$2,410,266</u></b>	<b><u>\$2,212,236</u></b>	<b><u>\$2,244,700</u></b>	<b><u>\$2,321,200</u></b>	<b><u>\$2,267,293</u></b>	<b><u>\$2,322,517</u></b>
Excess (Deficit)	(\$187,711)	\$37,433	\$3,300	(\$30,000)	(\$26,596)	\$4,214
Beginning Fund Balance	277,782	90,071	97,504	127,504	127,504	100,908
Ending Fund Balance	\$90,071	\$127,504	\$100,804	\$97,504	\$100,908	\$105,122
As % of Total Expenditures	3.7%	5.76%	4.49%	4.20%	4.45%	4.53%

**RESOLVED**, that this resolution shall be the **FOOD SERVICE FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2007-2008. 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.

**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 2007-2008 be adopted as follows:

**REVENUE**

Charges	\$1,129,796	
State Aid	180,600	
Federal Aid	1,007,335	
Other	<u>9,000</u>	
<b>Total Revenue</b>		<b><u><u>\$2,326,731</u></u></b>
Estimated Fund Balance June 30, 2007	\$100,908	
Less Appropriated Fund Balance	<u>0</u>	
<b>Fund Balance Appropriated to Expenditures</b>		<b><u>0</u></b>
<b>TOTAL AVAILABLE TO APPROPRIATE</b>		<b><u><u>\$2,326,731</u></u></b>

**BE IT FURTHER RESOLVED**, that \$2,322,517 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	\$990,545
Food	964,436
Supplies, Materials, Purchased Services, Equipment & Furniture and other	<u>367,536</u>
<b>TOTAL APPROPRIATED - FOOD SERVICE FUND</b>	<b>\$2,322,517</b>

**SCHOOL SERVICE FUND  
Athletic Budget  
JULY 1, 2007 - JUNE 30, 2008**

	<u>2004-05 Actual</u>	<u>2005-06 Actual</u>	<u>2006-07 Adopted Budget 6/15/2006</u>	<u>2006-07 Adopted Amendment 1/4/2007</u>	<u>2006-07 Final Proposed Amendment 6/21/2007</u>	<u>2007-08 Proposed Budget 6/21/2007</u>
<b>REVENUE</b>						
Charges	\$161,592	\$162,583	\$162,500	\$162,500	\$174,590	\$173,400
Other Receipts	15,687	32524	1,900	15,900	21,350	26,400
Board Subsidy	731,194	765600	800,400	800,400	792,849	761,750
Participant Fee	<u>123,922</u>	<u>129126</u>	<u>126,600</u>	<u>126,600</u>	<u>124,920</u>	<u>157,500</u>
Total Revenue	<b>\$1,032,395</b>	<b>\$1,089,833</b>	<b>\$1,091,400</b>	<b>\$1,105,400</b>	<b>\$1,113,709</b>	<b>\$1,119,050</b>
<b>EXPENDITURES</b>						
Wages	\$574,748	\$590,003	\$603,200	\$603,200	\$602,419	\$603,200
Employee Benefits	160,838	166758	185,200	185,200	176,645	177,750
Officials	50,411	53133	51,000	51,000	51,000	51,000
Purchased Services	128,546	136579	137,000	135,700	135,700	135,700
Supplies & Materials	64,486	70944	62,400	62,700	64,500	64,500
Capital Expenditures	27,639	40351	28,000	43,000	67,400	62,300
Other Miscellaneous	<u>25,654</u>	<u>23583</u>	<u>24,600</u>	<u>24,600</u>	<u>24,600</u>	<u>24,600</u>
Total Expenditures	<b>\$1,032,322</b>	<b>\$1,081,351</b>	<b>\$1,091,400</b>	<b>\$1,105,400</b>	<b>\$1,122,264</b>	<b>\$1,119,050</b>
Excess (Deficit)	\$0	\$8,482	\$0	\$0	(\$8,555)	\$0
Beginning Fund Balance	0	73	73	8,555	8,555	0
Ending Fund Balance	\$73	\$8,555	\$73	\$8,555	\$0	\$0

**RESOLVED**, that this resolution shall be the **ATHLETIC FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2007-2008. 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.

**BE IT FURTHER RESOLVED**, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the **ATHLETIC** of the Lapeer Community Schools for fiscal year 2007-2008 be adopted as follows:

**REVENUE**

Gate Receipts	\$173,400	
Other Receipts	26,400	
Board Subsidy	761,750	
Participant Fees	<u>157,500</u>	
<b>Total Revenue</b>		<b>\$1,119,050</b>
Estimated Fund Balance June 30, 2007	\$0	
Less Appropriated Fund Balance	<u>0</u>	
<b>Fund Balance Appropriated to Expenditures</b>		<b>0</b>
<b>TOTAL AVAILABLE TO APPROPRIATE</b>		<b><u><u>\$1,119,050</u></u></b>

**BE IT FURTHER RESOLVED**, that \$1,119,050 of the total available to appropriate in the **ATHLETIC FUND** is hereby appropriated in the amounts and for the purposes set forth below:

**EXPENDITURES**

Wages and Fringe Benefits	\$780,950	
Officials, Supplies, Equipment, Transportation, Other	<u>338,100</u>	
<b>TOTAL APPROPRIATED - ATHLETIC FUND</b>		<b><u><u>\$1,119,050</u></u></b>

**RESOLVED**, that this resolution shall be the **SINKING FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2007-08. A resolution to make appropriations; and to provide for the expenditures of the appropriations; and to provide for the disposition of all **Sinking 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 **SINKING FUND** of the fund Lapeer Community Schools for fiscal year 2007-08 be as follows:

<b><u>Revenue</u></b>		
Local Property Taxes & Other Revenue (1)	<u>\$3,257,000</u>	
<b>Total Revenue</b>		<b>\$3,257,000</b>
Estimated Fund Balance June 30, 2007	\$2,982,000	
Less Appropriated Fund Balance	<u>\$2,943,000</u>	
Fund Balance Appropriated to Expenditures		<u>\$2,943,000</u>
<b>TOTAL AVAILABLE TO APPROPRIATE SINKING FUND</b>		<b><u><u>\$6,200,000</u></u></b>

**BE IT FURTHER RESOLVED**, that \$6,200,000 of the total available to appropriate in the **SINKING FUND** is hereby appropriated in the amounts and for purpose set fort below:

**FURTHER BE IT RESOLVED**, that the revenue from the levy of 2.2038 mils on all property be used for capital projects and related costs.

**EXPENDITURES**

Capital Outlay	\$3,102,500
Transfer to Debit Service	<u>3,097,500</u>
<b>TOTAL APPROPRIATED - SINKING FUND</b>	<b>\$6,200,000</b>

(1) Included in local revenue is \$ 3,147,000 in property tax resulting from a levy of 2.2038 mills on all property which levy was approved on September 26, 2003. The revenue from the levy is to be used for capital projects and related costs.

**RESOLVED**, that this resolution shall be the **DEBT RETIREMENT FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2007-08. A resolution to make appropriations; and to provide for the expenditures of the 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 **DEBT RETIREMENT FUND** of the Lapeer Community Schools for fiscal year 2007-08 be adopted as follows:

**Revenue**

Capital Fund Transfer - Sinking Fund Bond Interest	\$97,500
Capital Fund Transfer - Sinking Fund Bond Principal	<u>3,000,000</u>
<b>Total Revenue</b>	<b>\$3,097,500</b>
Actual Fund Balance June 30, 2007	\$0
	0
Less Appropriated Fund Balance	<u>                    </u>
Fund Balance Appropriated to Expenditures	\$0
<b>TOTAL AVAILABLE TO APPROPRIATE DEBT RETIREMENT FUND</b>	<b><u><u>\$3,097,500</u></u></b>

**BE IT FURTHER RESOLVED**, that \$3,097,500 of the total available to appropriate in the **DEBT RETIREMENT FUND** is hereby appropriated in the amounts and for the purpose set forth below:

**EXPENDITURES**

Redemption of Bond Principal	
Sinking Fund Bond	\$3,000,000
Interest Payments:	
Sinking Fund Bond	<u>97,500</u>
<b>TOTAL APPROPRIATED - DEBT RETIREMENT FUND</b>	<b><u><u>\$3,097,500</u></u></b>

**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 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 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.