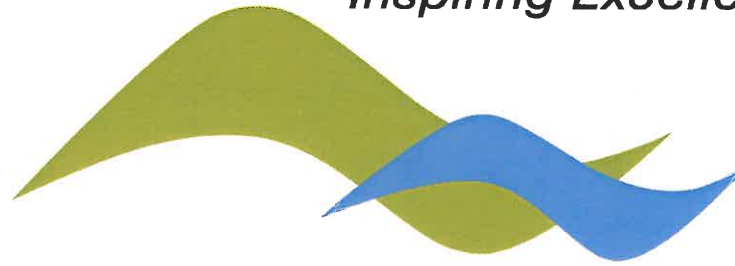


Inspiring Excellence



LAKE STEVENS

School District

Budget

Fiscal Year 2013-14

Form F-195

Lake Stevens School Board

John Boerger, President, Director District No. 5

Kevin Plemel, Vice President, Director District No. 4

David Iseminger, Director District No. 1

Paul Lund, Director District No. 2

Mari J. Taylor, Director District No. 3

Superintendent: Amy Beth Cook, Ed. D.

August 28, 2013

Lake Stevens School District #4

Citizens' Budget FY 2013-14

Table of Contents

	Page No.
Citizens' Budget Overview	1
General Information	2
Enrollment History	3
Summary of Budgets for All Funds	4
General Fund	
Summary of General Fund Budget	5
Revenues by Source	6
Revenue Detail	7
Levy Assumptions & Worksheet	8
Expenditures by Program	9
Expenditures by Activity (Category)	10
Expenditures by Object (Category)	11
Expenditure Detail	12
Expenditures related to Revenues	13
F.T.E. Staff Budget Comparisons	14
Capital Projects Fund	15
Summary of Capital Projects Fund Budget	16
Description of Projects	17
Levy Assumptions & Worksheet	18
Debt Service Fund	19
Summary of Debt Service Fund Budget	20
Detail of Outstanding Bonds	21
Levy Assumptions & Worksheet	22
Associated Student Body Fund	23
Summary of Associated Student Body Fund Budget	24
ASB Budget by School	25
Transportation Vehicle Fund	26
Summary of Transportation Vehicle Fund Budget	27

Lake Stevens School District #4
Citizens' Budget
Fiscal Year 9/1/2013 – 8/31/2014

The Lake Stevens School District's annual budget is perhaps one of the most important publications that the District can present to the local citizens. It is the instrument that sets forth a financial plan for the achievement of the goals and objectives of the school district. It is also the community's educational plan expressed in dollars.

The purpose of a budget is to provide a statement expressed in financial terms, which serves as the primary tool for planning and controlling operations. To achieve this basic purpose, the comprehensive budget is integrated with the District's financial accounting system to ensure that objectives of planning, coordinating, evaluating, and controlling are attained.

The period, which is covered by the official budget, is the fiscal year September 1, 2013 through August 31, 2014. Some projects, grants, or programs have a funding period that may differ from this fiscal year. It is necessary to include only the estimated revenues and expenditures occurring during the period covered by the official budget for these activities. The Lake Stevens School District uses the modified accrual basis of accounting for revenue and expenditure recognition in its budgeting, accounting, and financial reporting as prescribed by RCW 28A.505.020. The District's budget is divided into separate funds as required by law. These funds include the General Fund, the Capital Projects Fund, the Debt Service Fund, the Associated Student Body Fund, and the Transportation Vehicle Fund. The purpose of each fund is explained further in this document.

The official budget document, Form F-195, is prepared for adoption by the School Board for submission to the Office of the Superintendent of Public Instruction (OSPI) as prescribed by RCW's. This Citizens' Budget provides a summary of the official F-195 document with additional charts and narrative information to provide clarifying information about the budget. Citizens may review the F-195 document online at <http://www.k12.wa.us/SAFS/reports.asp> or at the Educational Service Center, 12309 22nd St. NE, Lake Stevens, WA 98258. Questions regarding the budget may be directed to the Assistant Superintendent of Business Services at (425) 335-1503.

**Lake Stevens School District #4
General Information
Budget Year 2013-14**

Lake Stevens School District No. 4 is a municipal corporation that provides elementary and secondary educational services. The District encompasses the incorporated City of Lake Stevens, a portion of incorporated City of Marysville and portions of unincorporated Snohomish County. According to the 2011 estimate by the Washington State Office of Financial Management, the District has a current estimated population of 40,544 and encompasses 28.5 square miles. The District operates six elementary schools, two middle schools, one mid high school, one high school, one cooperative alternative high school, and HomeLink, a K-12 home school district partnership program.

A Board of Directors that is elected by the voters of the school district governs the District. The Board of Directors is made up of the following people:

John Boerger, President, Director District No. 5
Kevin Plemel, Vice President, Director District No. 4
David Iseminger, Director District No. 1
Paul Lund, Director District No. 2
Mari J. Taylor, Director District No. 3

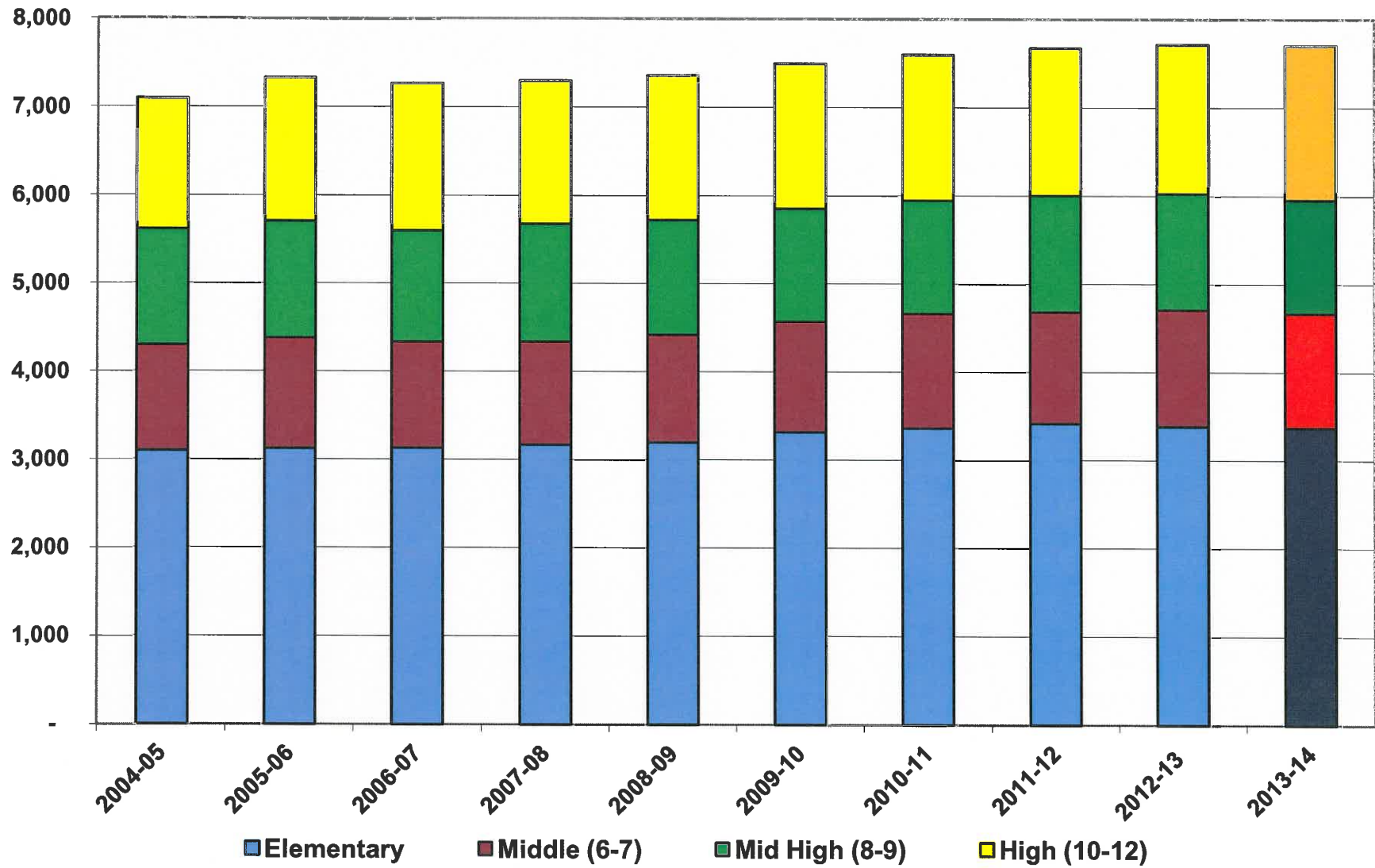
The Board of Directors selects the District's administrative staff. The staff includes:

Amy Beth Cook Ed. D., Superintendent
Teresa Main, Assistant Superintendent, Business Services
Ken Collins, Assistant Superintendent, Human Resources
John Gebert Ed. D., Executive Director, Secondary Teaching & Learning
Graham Cook, Executive Director, Elementary Teaching & Learning
Miriam Tencate, Executive Director, Special Services
Gina Anderson, Executive Director, Assessment and Student Learning
Robb Stanton, Executive Director, Facilities, Operations & Technology
Jayme Taylor, Director, Communications

Lake Stevens School District has experienced a steady rate of growth over the last decade. Between the years 2003 and 2013, we have seen the District grow from 7,029 full-time equivalent (FTE) students to 7,717 FTE, a 9.8% increase. The enrollment projection for the 2013-14 school year is 7,706 FTE. The projection for the 2013-14 enrollments reflect a 4.6% decrease in the elementary, middle, and mid-high school levels, and a 3.4% increase at the high school level. See the enclosed growth history chart for information by year and grade group.

The District employs over 900 full and part time employees which equates to 720 FTE; approximately 63% is certificated staff. The majority of employees, who are eligible under state law to be represented by a labor organization, are employed under provisions of negotiated contracts with five bargaining groups.

Lake Stevens School District Enrollment Patterns - AAFTE



**Summary of Budgets
for All Funds
2013- 2014**

Lake Stevens School District Budget Summary					
Fund	General	ASB	Debt Serv.	Capital Proj.	Transportation
Total Revenues	74,978,434	1,539,534	6,004,206	2,364,809	401,000
Total Expenditures	79,531,120	1,622,358	6,462,613	6,986,900	667,000
Operating Trans. (Out)				600,000	
Operating Trans. (In)					
Revenue less Expenditure	(4,552,686)	(82,823)	(458,407)	(5,222,091)	(266,000)
Beginning Balance	\$ 7,491,000	\$502,447	\$ 2,771,000	\$ 5,433,320	\$ 947,000
Ending Balance	\$ 2,938,314	\$ 419,625	\$ 2,312,593	\$ 211,229	\$ 681,000
% Expected Ending Balance	3.7%				

Lake Stevens School District # 4
General Fund
Budget Year 2013-14

The General Fund is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is financed from local, state, and federal sources. These revenues are generally used for financing the current, ordinary, normal and recurring operations of the District, such as programs of instruction for the students, food services, maintenance, data processing, printing, and pupil transportation.

The 2013-14 fiscal year General Fund budget revenue for the District totals \$74.9 million, with the expenditure budget totaling \$79.5 million. The difference between the revenues and expenditures will be made up with funds from the accumulated fund balance. Additional capacity has been built into the expenditures to accommodate some unexpected growth if necessary. The Board has a directive setting a minimum budgeted ending fund balance of 5% of expenditures, which is necessary to accommodate normal cash flow and contingencies; however, significant revenue losses from the state and federal government and increases in cost of salaries, products and services may make it difficult to maintain this target.

Approximately 74.1% of the District's General Fund revenues come from the State for basic education and special programs. The funding received from the State is largely determined by the number of students enrolled in the various funded programs along with the experience and education of the certificated instructional staff employed in the district. Another 19.6% of the revenue comes from the citizens through the levy of voter approved taxes and from local collections in full-day tuition based kindergarten, pay for participation athletics and rental fees. The balance of the budgeted revenues comes from a variety of sources including federal funds, local receipts, and grants from agencies and associations.

The expenditure budget reflects that 86.5% is spent on direct instructional programs in basic and special education. The remaining expenditure budget is spent in other support services and community education. Other support services include maintenance, operations, grounds, central administration, food services, and transportation of students.

The District's budget includes staffing of 456.1 full-time equivalent certified staff and 263.875 full-time equivalent classified staff. A certified staff member is considered to be a full-time equivalent if they work at least 180 full time contracted days. A classified staff member is considered to be a full-time equivalent if they are paid for eight hours a day for the full 12-month year. Approximately 84.5% of the expenditures are payment of salaries and benefits for the employees of the district. The balance of the expenditure budget is used in the areas of supplies and materials, purchased services, travel, and capital outlay.

The Lake Stevens School District's budget differs from many school districts with the operation of a Transportation Co-op with Granite Falls School District. Most of the expenditures for both school districts' transportation expenses flow through the Lake Stevens School District's budget. Granite Falls School District reimburses the District for their share of the expenses, which is reflected in the revenue portion of the budget.

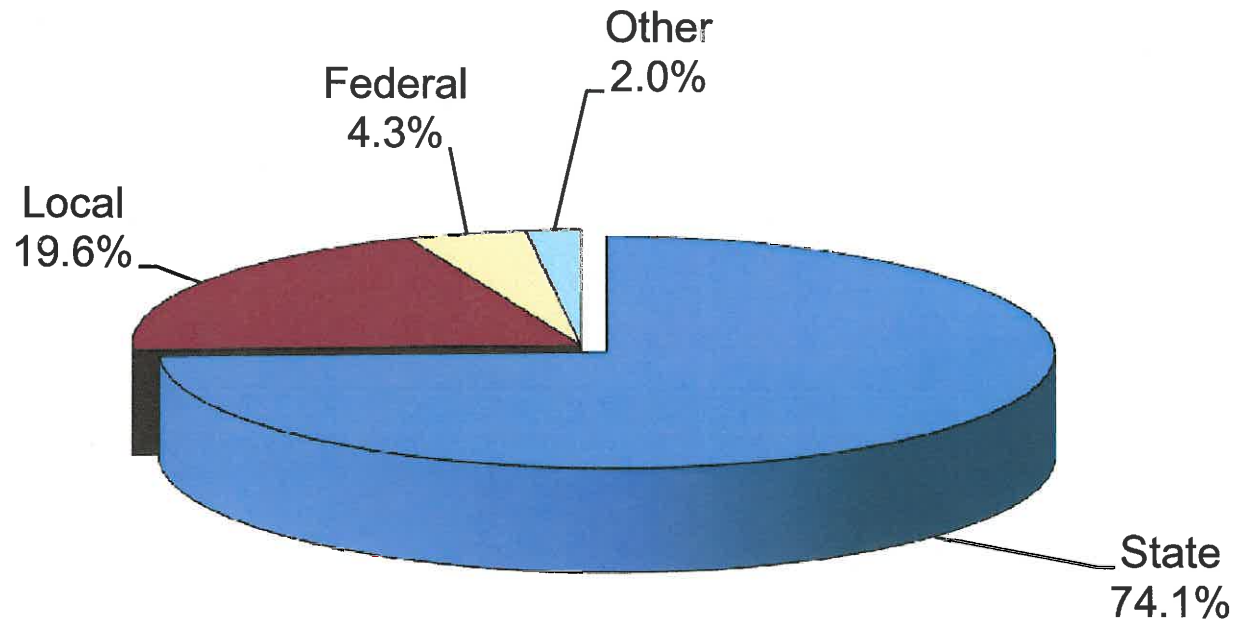
Lake Stevens School District Revenue Source Analysis

2013/14

			Rev %
State	\$	55,543,098	74.1%
Local	\$	14,678,937	19.6%
Federal	\$	3,256,399	4.3%
Other	\$	1,500,000	2.0%
Total	\$	74,978,434	100.0%

2012/13

			Rev %
\$		50,535,777	72.1%
\$		14,804,971	21.1%
\$		3,315,481	4.7%
\$		1,400,000	2.0%
\$		70,056,229	100.0%



Lake Stevens School District

2013 - 2014 GENERAL FUND BUDGET REVENUES			
REVENUE ACCOUNT	2011/12 Actual	2012/13 Budget	2013/14 Budget
1100 LOCAL PROPERTY TAX	\$12,408,910	\$12,226,650	\$12,463,955
1500 TIMBER EXCISE TAX	\$287	\$321	\$326
	\$12,464,281		
2100 STUDENT FEES	\$13,930	\$10,000	\$11,000
2128 ATHLETIC FEES	\$83,025	\$80,000	\$85,000
2171 TRAFFIC SAFETY FEES	\$90,045	\$104,000	\$100,000
2173 SUMMER SCHOOL TUITIONS/FEES	\$13,505	\$22,000	\$20,000
2186 COMMUNITY SCHOOL	\$194,394	\$150,000	\$150,000
2200 SALES Unassigned	\$67,562	\$65,000	\$70,000
2289 OTHER COMMUNITY SERVICE	\$48,603	\$30,000	\$30,000
2298 FOOD SERVICES	\$1,078,387	\$1,000,000	\$1,000,000
2299 SCHOOL BUS REVENUE	\$2,283	\$0	\$0
2300 INVESTMENT EARNINGS	\$14,208	\$10,000	\$12,000
2500 GIFTS & DONATIONS	\$83,794	\$50,000	\$50,000
2600 FINES DAMAGES & REFUNDS	\$8,192	\$5,000	\$5,000
2700 RENTAL OF PROPERTY	\$143,285	\$100,000	\$130,000
2800 INSURANCE RECOVERIES	\$6,271	\$2,000	\$2,000
2900 OTHER LOCAL REIMBURSEMENT	\$111,787	\$500,000	\$62,656
2905 TUITION BASED KINDERGARTEN	\$398,975	\$350,000	\$380,000
2910 E-RATE	\$108,022	\$100,000	\$107,000
	\$2,214,656		
3100 APPORTIONMENT - (BEA)	\$37,494,290	\$37,474,336	\$40,508,683
3121 SPECIAL ED-GEN. APPORT.	\$1,237,902	\$1,167,002	\$1,246,866
3300 LOCAL EFFORT ASSIST	\$2,858,100	\$3,204,243	\$3,781,000
	\$45,536,549		
4121 SPECIAL EDUCATION	\$5,229,048	\$4,971,829	\$5,207,087
4122 SPECIAL EDUCATION - INFANTS/TODDLERS	\$0	\$0	\$246,491
4134 MS CTE	\$0	\$30,000	\$0
4155 LEARNING ASSISTANCE PROGRAM (LAP)	\$684,155	\$720,407	\$1,026,226
4158 SPECIAL & PILOT PROG	\$136,494	\$113,000	\$133,250
4165 TRANSITIONAL BILINGUAL	\$216,703	\$217,245	\$251,666
4174 HIGHLY CAPABLE	\$71,556	\$71,341	\$74,742
4198 SCHOOL FOOD SERVICE	\$37,433	\$36,937	\$34,087
4199 TRANSPORTATION OPERATIONS	\$1,661,909	\$1,692,872	\$2,152,000
4300 OTHER STATE AGENCIES	\$429,720	\$836,565	\$881,000
	\$10,006,549		
5500 FEDERAL FORESTS	\$24,738	\$50,000	\$25,000
	\$25,000		
6113 STATE FISCAL STABILIZATION FUND	\$152,665	\$0	\$0
6119 SCHOOL IMPROVEMENT - TITLE IID - Stimul	\$428	\$0	\$0
6124 HANDICAPPED, IDEA B	\$1,335,237	\$1,330,241	\$1,234,524
6138 VOCATIONAL EDUCATION	\$40,999	\$30,000	\$30,000
6151 DISADVANTAGED - TITLE I	\$624,960	\$615,240	\$608,942
6152 SCHOOL IMPROVEMENT	\$219,784	\$200,000	\$187,933
6164 LIMITED ENGLISH PROF.	\$63,080	\$50,000	\$45,000
6189 COMMUNITY SERVICE - FOOD SERVICE	\$5,993	\$0	\$0
6198 SCHOOL FOOD SERVICE	\$1,143,209	\$900,000	\$1,000,000
6321 SPECIAL ED-MEDICAID REIMB	\$27,395	\$40,000	\$25,000
6998 USDA COMMODITIES	\$103,479	\$100,000	\$100,000
	\$3,231,399		
7199 PROGRAM PARTICIPATION, GFSD Trans	\$944,394	\$800,000	\$900,000
	\$900,000		
8100 AGENCIES & ASSOC. GRANTS		\$0	\$0
9900 OTHER FINANCING SOURCES		\$600,000	\$600,000
TOTAL REVENUES & OTH FIN. SOURCES	\$69,619,133	\$70,056,229	\$74,978,434

****** GENERAL FUND LEVY ASSUMPTIONS ******

	< = First Year Data = >		< = Second Year Data = >	
	Total Assessed	Timber	Total Assessed	Timber
	<u>Valuation</u>	<u>Valuation</u>	<u>Valuation</u>	<u>Valuation</u>
Snohomish County	\$3,229,964,190	\$84,268	\$3,229,964,190	\$84,268
County 2	\$0	\$0	\$0	\$0
Total	\$3,229,964,190	\$84,268	\$3,229,964,190	\$84,268

Local property tax collections (Accounts 1100) should include revenue anticipated to be received in cash during the fiscal year. Estimation of the Timber Excise Tax collection (Revenue Account 1500) is necessary to estimate the Net Excess Levy Collection. The Net Excess Levy equals the Excess Levy Amount minus the sum of the Timber Levy.

1100 TOTAL LOCAL TAXES:	<u>\$12,463,955</u>
-------------------------	---------------------

- 1/ The fall and spring collection percentages are based on the most recent three-year history of tax collection percentages.
- 2/ Dollars per thousand is same as dollars per thousand used for excess levy using a three decimal rate.
- 3/ Use 50% timber assessed valuation or 80% Assessed Valuation of Timber Roll

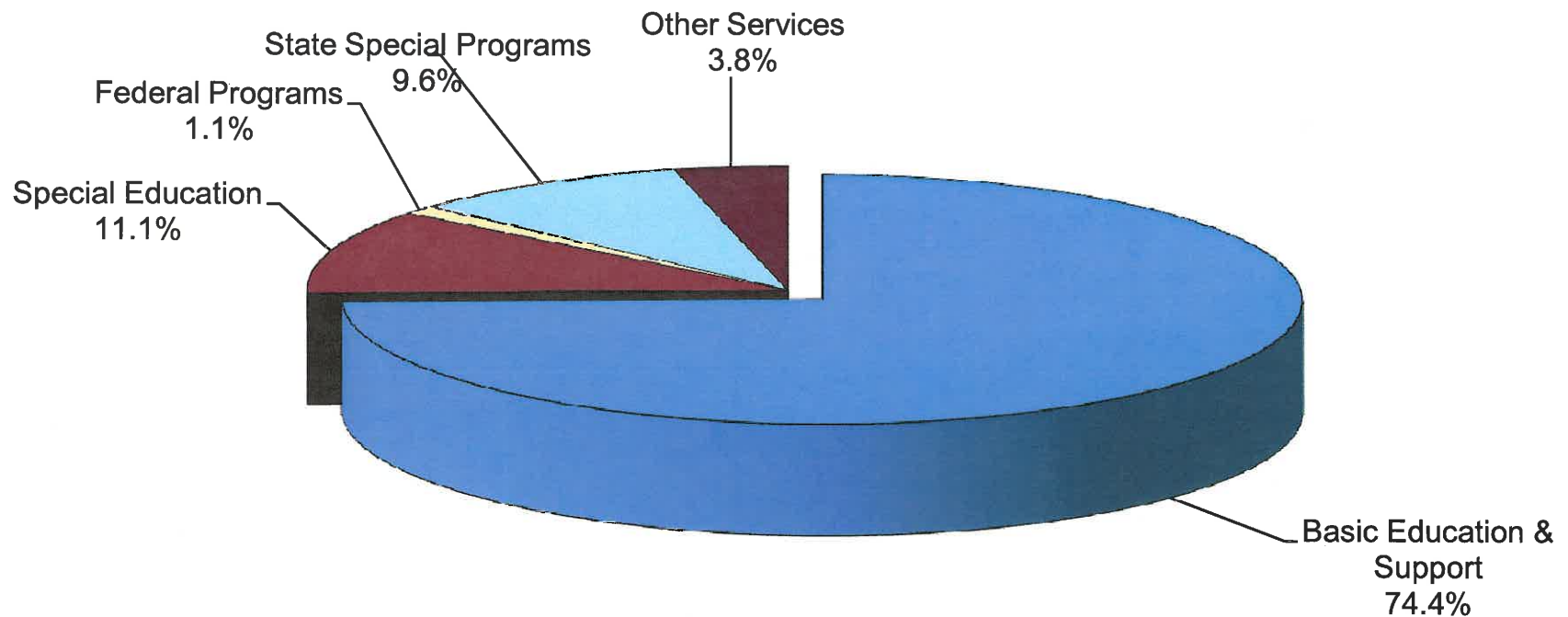
Lake Stevens School District Expenditure by Program

2013/2014

			Exp %
Basic Education & Support	\$	59,186,677	74.4%
Special Education	\$	8,811,127	11.1%
Federal Programs	\$	888,638	1.1%
State Special Programs	\$	7,602,807	9.6%
Other Services	\$	3,041,870	3.8%
Totals	\$	79,531,120	100.0%

2012/2013

			Exp %
	\$	54,999,651	74.2%
	\$	8,477,072	11.4%
	\$	918,568	1.2%
	\$	6,968,590	9.4%
	\$	2,806,586	3.8%
	\$	74,170,467	100.0%



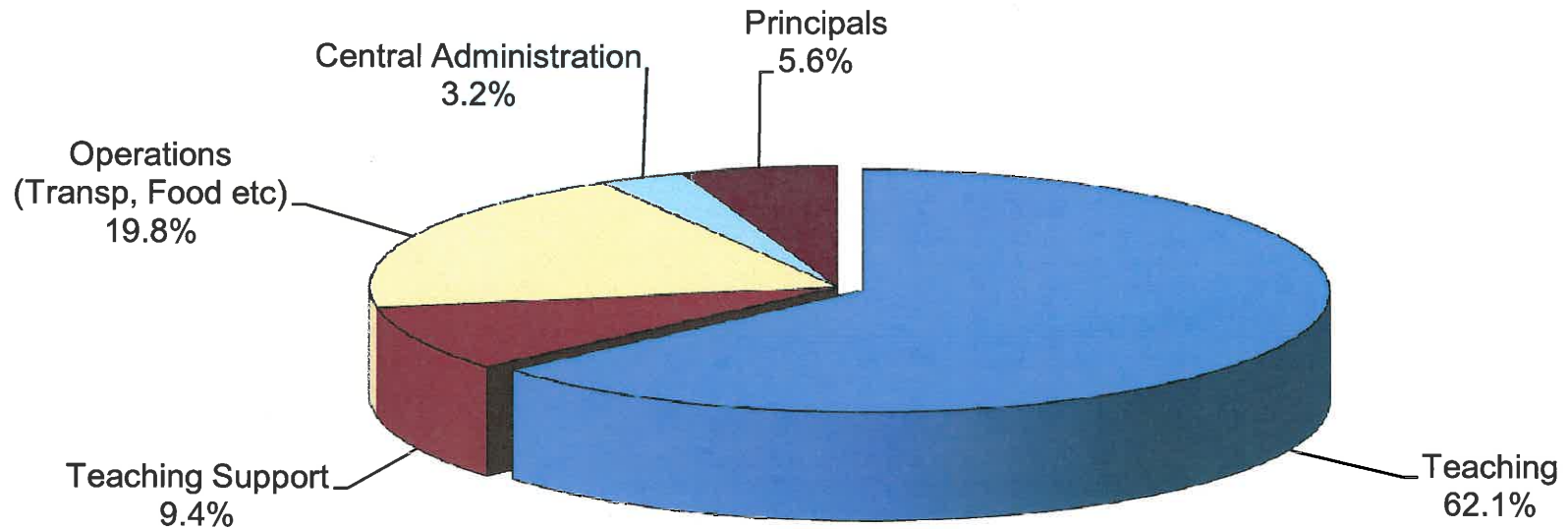
Lake Stevens School District Expenditure by Activity

2013/2014

		Exp %
Teaching	\$ 50,471,892	63.5%
Teaching Support	\$ 6,914,626	8.7%
Operations (Transp, Food,...)	\$ 15,467,678	19.4%
Central Administration	\$ 2,385,335	3.0%
Principals	\$ 4,291,588	5.4%
Totals	\$ 79,531,120	100.0%

2012/2013

		Exp %
	\$ 46,034,609	62.1%
	\$ 6,938,691	9.4%
	\$ 14,692,974	19.8%
	\$ 2,357,666	3.2%
	\$ 4,146,527	5.6%
	\$ 74,170,467	100.0%



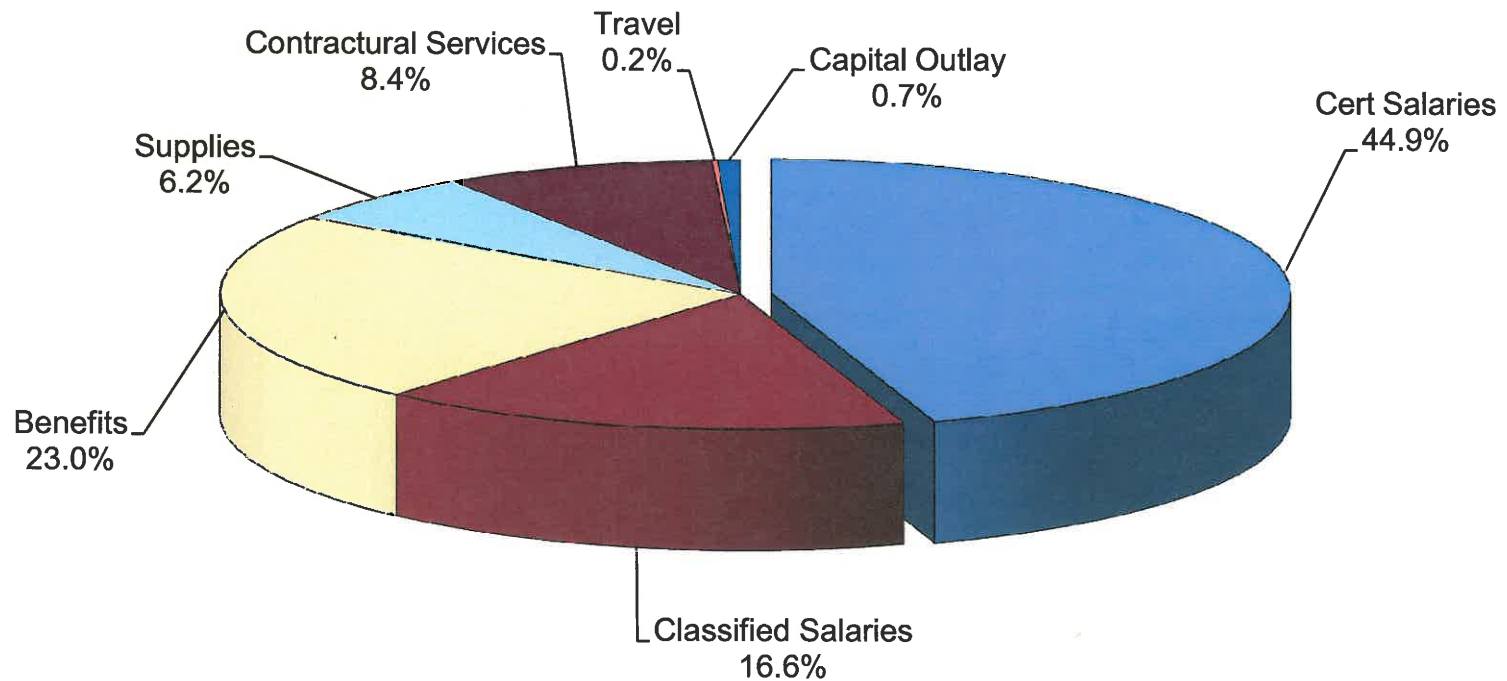
Lake Stevens School District Expenditure by Object Code

2013/2014

		Exp %
Certificated Salaries	\$ 35,725,468	44.9%
Classified Salaries	\$ 13,177,413	16.6%
Benefits	\$ 18,271,878	23.0%
Supplies	\$ 4,941,744	6.2%
Contractural Services	\$ 6,708,758	8.4%
Travel	\$ 143,509	0.2%
Capital Outlay	\$ 562,350	0.7%
Totals	\$ 79,531,120	100%

2012/2013

		Exp %
\$ 32,826,436		44.3%
\$ 12,641,886		17.0%
\$ 16,075,910		21.7%
\$ 4,856,268		6.5%
\$ 7,121,003		9.6%
\$ 150,674		0.2%
\$ 498,287		0.7%
\$ 74,170,467		100%



Lake Stevens School District

2013-2014 General Fund Budget			
Expenditures			
	2011/12 Actual	2012/13 Budget	2013/14 Budget
01 Basic Education	36,623,869	40,559,741	44,191,634
02 Basic Education - Alternative Learning Exp.	535,837	574,363	708,484
13 State Fiscal Stabilization Fund & Ed Jobs	152,665	-	-
31 State Vocational	2,847,083	3,161,077	3,210,556
34 State Vocational - Middle School	365,244	354,649	422,032
97 General Support Services	10,275,454	10,349,821	10,653,972
Basic Education Sub Total	50,800,152	54,999,651	59,186,677
21 State Special Education	6,933,805	7,035,081	7,032,022
22 State Special Ed - Infants & Toddlers	-	-	246,491
24 Federal IDEA	1,308,349	1,441,991	1,532,614
14 Federal IDEA - Stimulus	-	-	-
Handicapped Sub Total	8,242,154	8,477,072	8,811,127
38 Federal Vocational	40,354	30,000	30,000
51 Title I	624,960	615,240	608,942
52 School Improvement - federal	219,773	211,115	199,696
64 Title III - Limited English Proficiency	61,843	62,213	50,001
19 Other - Federal Stimulus	428	-	-
Federal Sub Total	947,358	918,568	888,638
55 LAP Learning Assistance	699,854	720,407	1,026,226
58 Special/Pilot Programs	171,181	224,930	219,184
65 Transitional Bilingual	214,776	217,245	251,666
71 Traffic Safety	75,127	104,000	102,099
74 Highly Capable	71,556	71,341	74,742
79 Other Instructional	805,512	1,296,065	1,375,576
88 Daycare	-	-	-
99 Pupil Transportation	4,155,993	4,334,602	4,553,314
State SubTotal	6,194,000	6,968,590	7,602,807
73 Summer School	31,251	23,280	33,629
86 Community Schools^	316,547	277,568	279,262
89 Other Community Service^	184,903	202,235	213,505
98 Food Services^	2,215,203	2,303,503	2,515,475
Other Services Sub Total	2,747,904	2,806,586	3,041,870
Budget Totals	68,931,569	74,170,467	79,531,120

Lake Stevens School District

Lake Stevens School District 2013 - 2014 GENERAL FUND BUDGET							
Expenditure			Revenues				
			Local	State	Federal	Cash Balance	Balance
01	Basic Education	44,191,634	9,029,347	34,659,392		502,895	-
02	Basic Education - ALE	708,484		708,484			0
31	State Vocational	3,210,556		3,210,556			0
34	State Vocational - Middle School	422,032		422,032			0
97	General Support Services	10,653,972	4,733,656	4,408,121	25,000	1,487,195	-
	Basic Education Sub Total	59,186,677	13,763,003	43,408,585	25,000	1,990,090	(0)
21	State Handicapped	7,032,022		7,007,022	25,000		0
22	State Special Ed - Infants & Toddler:	246,491		246,491			-
24	Handicapped 94-142	1,532,614		298,090	1,234,524	-	(0)
	Handicapped Sub Total	8,811,127	-	7,551,603	1,259,524	-	(0)
38	Federal Vocational	30,000			30,000		-
51	Title I	608,942			608,942		0
52	Teacher Quality & Innovative Progra	199,696			187,933	11,763	0
64	Limited English Prof.	50,001			45,000	5,001	0
	Federal Sub Total	888,638	-	-	871,875	16,765	0
55	LAP Learning Assistance	1,026,226		1,026,226			0
58	Special/Pilot Programs	219,184	85,934	133,250			(0)
65	Transitional Bilingual	251,666		251,666		-	(0)
71	Traffic Safety	102,099	100,000			2,099	0
74	Gifted and Talented	74,742		74,742			0
79	Other Instructional	1,375,576		881,000		494,576	-
88	Daycare	-					-
99	Pupil Transportation	4,553,314	900,000	2,152,000		1,501,314	(0)
	State SubTotal	7,602,807	1,085,934	4,518,885	-	1,997,989	0
73	Summer School	33,629	20,000			13,629	0
86	Community Schools	279,262	150,000			129,262	0
89	Other Community Service	213,505	160,000			53,505	0
98	Food Services	2,515,475	1,000,000	34,087	1,100,000	381,388	0
	Other Services Sub Total	3,041,870	1,330,000	34,087	1,100,000	577,783	0
	Budget Totals	79,531,120	16,178,937	55,513,160	3,256,399	4,582,627	0

**Lake Stevens School District
Staffing Budget 2013/14**

Budget 2013/2014			
	Certified FTE	Classified FTE	Combined Salary and Benefits
Supt Office/Board	1.500	2.250	612,948
Business & Operations	0.000	6.750	627,367
Human Resources	1.000	3.500	493,546
Public Relations	0.000	1.312	122,433
Supervision - Instruction	4.000	6.760	1,137,987
Library	6.000	0.000	689,393
Principal Offices	18.000	19.058	4,080,859
Counseling	16.000	0.000	1,620,382
Pupil Management	0.000	1.004	60,556
Health Services	19.500	5.909	2,531,109
Teaching	388.200	85.167	44,536,974
CoCurricular	0.900	1.812	984,568
Instructional Professional Dev	1.000	0.000	114,060
Food Services Supervision	0.000	0.800	79,625
Food Services Staff	0.000	19.032	1,185,093
Transportation Office	0.000	4.403	382,232
Bus Drivers	0.000	40.922	3,211,887
Mechanics	0.000	4.000	313,162
Supervision -- Plant	0.000	1.500	145,291
Grounds	0.000	4.225	306,368
Custodial	0.000	39.136	2,583,675
Maintenance	0.000	5.775	473,625
Utilities	0.000	1.000	104,351
Information Services	0.000	7.982	673,456
Warehousing	0.000	1.078	53,407
Public Activities	0.000	0.500	64,731
Total Budget	719.975	Staff	79,531,120
Staffing Percentage of Budget	84.5%		

Budget 2012/2013			
	Certified FTE	Classified FTE	Combined Salary and Benefits
Supt Office/Board	1.500	2.250	561,768
Business & Operations	0.000	7.769	670,804
Human Resources	1.000	3.500	456,664
Public Relations	0.000	1.312	127,780
Supervision - Instruction	4.000	6.085	1,095,079
Library	6.000	0.000	651,289
Principal Offices	18.500	19.058	3,868,571
Counseling	16.300	0.000	1,569,856
Pupil Management	0.000	0.913	82,236
Health Services	21.644	5.966	2,481,227
Teaching	361.300	78.521	39,758,467
CoCurricular	0.400	1.812	895,770
Instructional Professional Dev	1.000	0.000	147,779
Food Services Supervision	0.000	0.800	76,990
Food Services Staff	0.000	18.373	1,119,762
Transportation Office	0.000	4.403	373,217
Bus Drivers	0.000	40.873	3,123,897
Mechanics	0.000	4.000	223,995
Supervision -- Plant	0.000	2.000	211,690
Grounds	0.000	4.225	296,116
Custodial	0.000	39.040	2,464,122
Maintenance	0.000	4.775	394,743
Utilities	0.000	1.000	100,911
Information Services	0.000	6.807	531,711
Warehousing	0.000	1.078	62,088
Total Budget	686.204	Staff	74,170,467
Staffing Percentage of Budget	82.7%		

**Lake Stevens School District
Capital Projects Fund Proposed Budget Narrative
2013-14 Fiscal Year**

The Capital Projects Fund can be used for the acquisition of land or existing facilities, construction of buildings, purchase of equipment, conducting energy audits, and making capital improvements which are cost effective as determined by energy audits. In addition, improvements to buildings and/or grounds, remodeling of buildings and the replacement of roofs, carpets, and service systems are included in the Capital Projects Fund. Capital Projects Fund may not be used for general maintenance work.

The Capital Projects Fund is generally financed from the proceeds of the sale of bonds, state matching revenues, and special levies. In addition, mitigation fees may be set by local governments to provide funds to be used for capital fund expenses related to the impact of local growth.

The 2013-14 Capital Projects Fund budget reflects a beginning fund balance of \$5,433,320. Of this opening balance, \$1,122,631 is from levy monies specifically used for the voted technology purchases. There's also \$3,469,891 from mitigation fees that are restricted to use for growth related issues.

Revenues of \$860,459 are projected to come from mitigation fees, investment and mitigation earnings. New in the last few years to the Capital Projects Fund is the revenue that will be collected from the voter approved Capital Levy for Technology Improvements which is approximately \$1,504,350. The Levy was approved for \$1,500,000 per year for four years beginning collections in 2011. For fiscal year 2013-14 the collections will be at the maximum.

Expenditures of \$6,986,900 are budgeted for the Technology Infrastructure/Upgrade projects. The projects planned with the Technology Levy include but are not limited to hardware and network replacement, cabling, fiber installation, voice over IP telecommunications, and wireless technology. There are also expenses budgeted for a potential site purchase, miscellaneous expansion projects and a contingency for emergencies.

The Ending Fund Balance is projected to be \$211,229.

Lake Stevens School District # 4
Capital Projects Fund
2013-14 Budget

SUMMARY OF CAPITAL PROJECTS FUND BUDGET

REVENUES AND OTHER FINANCING SOURCES	Actual 2011-12	Budget 2012-13	Budget 2013-14
1000 Local Taxes	\$1,484,147	\$1,490,849	\$1,504,350
2000 Local Nontax	\$1,241,507	\$787,494	\$860,459
3000 State, General Purpose	\$0	\$0	\$0
4000 State, Special Purpose	\$0	\$0	\$0
5000 Federal, General Purpose	\$0	\$0	\$0
6000 Federal, Special Purpose	\$0	\$0	\$0
7000 Revenues from Other School Districts	\$0	\$0	\$0
8000 Revenues from Other Agencies and Associations	\$0	\$0	\$0
9000 Other Financing Sources	\$0	\$0	\$0
A. Total REVENUES AND OTHER FINANCING SOURCES	\$2,725,653	\$2,278,343	\$2,364,809
EXPENDITURES			
10 Sites	\$609,684	\$2,400,000	\$3,400,000
20 Buildings	\$188,969	\$726,109	\$125,000
30 Equipment	\$815,814	\$1,400,000	\$3,386,900
40 Energy	\$0	\$0	\$0
50 Sales and Lease Expenditures	\$0	\$75,000	\$75,000
60 Bond Issuance Expenditures	\$302	\$0	\$0
90 Debt	\$0	\$0	\$0
B. Total EXPENDITURES	\$1,614,768	\$4,601,109	\$6,986,900
C. G.L. 536 OTHER FINANCING USES - TRANSFERS OUT (to the General Fund)		\$600,000	\$600,000
D. EXCESS of REVENUES/OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES & OTHER FIN. USES (A - B - C)	\$1,110,886	(\$2,922,766)	(\$5,222,091)
BEGINNING FUND BALANCE			
G.L.861 Reserve of Bond Proceeds	\$0	\$0	\$0
G.L.862 Reserve of Levy Proceeds	\$0	\$938,000	\$1,122,631
G.L.863 Reserve of State Proceeds	\$375,357	\$0	\$0
G.L.865 Reserve of Mitigation Fees	\$1,234,821	\$2,050,109	\$3,469,891
G.L.889 Assigned to Fund Purposes	\$1,585,523	\$436,091	\$840,798
E. Total BEGINNING FUND BALANCE	\$3,195,700	\$3,424,200	\$5,433,320
ENDING FUND BALANCE			
G.L.861 Reserve of Bond Proceeds	\$0	\$0	\$0
G.L.862 Reserve of Levy Proceeds	\$1,057,618	\$100,000	\$0
G.L.863 Reserve of State Proceeds	\$0	\$0	\$0
G.L.865 Reserve of Mitigation Fees	\$2,470,890	\$401,434	\$69,891
G.L.889 Assigned to Fund Purposes	\$778,079		\$141,338
I. Total ENDING FUND BALANCE	\$4,306,586	\$501,434	\$211,229

Lake Stevens School District # 4
Capital Projects Fund
2013-14 Budget

CAPITAL PROJECTS FUND - DESCRIPTION OF PROJECTS

For Fiscal Year 2013 - 2014

PROJECT DESCRIPTION	Total	Sites (10)	Buildings (20)	Equipment (30)	Energy (40)	Sales & Lease Expend. (50)	Bond Issuance Expend. (60)	Debt (90)
Technology Infrastructure/Ugrades	3,386,900	0	0	3,386,900	0	0	0	0
Miscellaneous Projects	0	0	0	0				
Contingency-Land Purchase	3,600,000	3,400,000	125,000	0	0	75,000	0	0
TOTAL EXPENDITURES	6,986,900	3,400,000	125,000	3,386,900	0	75,000	0	0

**Lake Stevens School District
Debt Service Fund Proposed Budget Narrative
2013-14 Fiscal Year**

The Debt Service Fund is established to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and the expenditures related to the redemption of outstanding bonds and notes, as well as other long-term liabilities.

Provision must be made annually for a levy sufficient to meet the payments of principal, interest, and related expenditures for voted debt. The levy should be sufficient to cover tax payment delinquencies. Levy amounts are also based on leaving sufficient fund balance at the end of the fiscal year to provide between 40% and 60% of the funds needed for obligations from September 1 through March 31 of the following year.

The Lake Stevens School District has a total outstanding Voted Debt of \$54,950,000 as of September 1, 2013. The largest part of that debt is a \$40,000,000 issue that was sold in June of 2005 for the first phase of a long range construction project that includes the building of Cavelero Mid High School. The next largest part of the debt is a \$25,500,000 issue that was sold in August 2006, for renovation of three elementary schools, a portion of the high school and several other facility improvements. Principal payments for the 2013/14 budget year total \$4,290,000 and interest payments total \$2,127,613.

In April 2012, the District refinanced a portion of the \$40,000,000 bond issue in a Bank Qualified refunding at a total par amount of \$10,000,000. Since the interest rates stayed favorable and there was success with the first refunding, in January 2013, the District refunded another portion of the 2005 bond. The savings came in the way of lower interest rates and will go directly back to the taxpayers over a twelve year period. In aggregate, the savings to the taxpayers are projected to amount to approximately \$1.5M over the life of the bonds.

Non-voted bonds are also serviced in the Debt Service Fund rather than in the fund that received the debt proceeds. In order to provide the resources to retire the debt, an operating transfer must be used by the General Fund, Capital Projects Fund, or Transportation Vehicle Fund to transfer resources to the Debt Service Fund.

Currently the District does not have any non-voted bond issues outstanding.

Lake Stevens School District # 4
Debt Service Fund
2013-14 Budget

	Actual 2011-12	Budget 2012-13	Budget 2013-14
REVENUES AND OTHER FINANCING SOURCES			
1000 Local Taxes	\$6,968,144	\$6,551,704	\$6,000,059
2000 Local Nontax	\$2,754	\$4,310	\$4,147
3000 State, General Purpose	\$0	\$0	\$0
5000 Federal, General Purpose	\$0	\$0	\$0
9000 Other Financing Sources	\$10,409,463	\$0	\$0
A. Total REVENUES AND OTHER FINANCING SOURCES	\$17,380,361	\$6,556,014	\$6,004,206
EXPENDITURES			
Matured Bond Expenditures	\$4,160,000	\$4,350,000	\$4,290,000
Interest on Bonds	\$2,737,446	\$2,497,888	\$2,127,613
Interfund Loan Interest	\$0	\$0	\$0
Bond Transfer Fees	\$0	\$45,000	\$45,000
Arbitrage Rebate	\$0	\$0	\$0
B. Total EXPENDITURES	\$6,897,446	\$6,892,888	\$6,462,613
C. G.L. OTHER FINANCING USES (GL 536)	\$10,313,226	\$0	\$0
D. EXCESS of REVENUES/OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES (A - B - C)	\$169,689	(\$336,874)	(\$458,407)
BEGINNING FUND BALANCE			
G.L. 810 Reserved for Other Items	\$0	\$0	\$0
G.L. 830 Reserved for Debt Service	\$0	\$2,804,600	\$2,771,000
G.L. 835 Reserved for Arbitrage Rebate	\$0	\$0	\$0
G.L. 889 Assigned to Fund Purposes	\$2,778,136	\$0	\$0
E. Total BEGINNING FUND BALANCE	\$2,778,136	\$2,804,600	\$2,771,000
F. G.L. 898 PRIOR YEAR ADJUSTMENTS (+ or -)			XXXXXX
ENDING FUND BALANCE			
G.L. 810 Restricted for Other Items	\$2,947,825	\$0	\$0
G.L. 830 Reserved for Debt Service	\$0	\$2,467,726	\$2,312,593
G.L. 835 Reserved for Arbitrage Rebate	\$0	\$0	\$0
G.L. 889 Assigned to Fund Purposes	\$0	\$0	\$0
I. Total ENDING FUND BALANCE (D + E + or - F)	\$2,947,825	\$2,467,726	\$2,312,593

Lake Stevens School District # 4
Debt Service Fund
2013-14 Budget

DEBT SERVICE FUND BUDGET
DETAIL OF OUTSTANDING BONDS

For Fiscal Year 2013 - 2014

Date of Issue -----	Amount of Original Issue -----	Estimated Amount Outstanding September 1, 2013 -----
A. VOTED BONDS -----		
2005 Gen Obligation Bond - Mid High 6/1/05	\$40,000,000	\$12,505,000
2006 Gen Obligation Bond - Elem Remodel 8/23/06	\$25,500,000	\$20,170,000
2005 Gen Obligation Bond - Refund 4/24/12	\$10,000,000	\$9,770,000
2005 Gen Obligation Bond - Refund 1/3/13	\$12,505,000	\$12,505,000
-----	\$0	\$0
-----	\$0	\$0
-----	\$0	\$0
-----	\$0	\$0
-----	\$0	\$0
-----	\$0	\$0
-----	\$0	\$0
-----	\$0	\$0
TOTAL VOTED BONDS	\$88,005,000	\$54,950,000
B. NON-VOTED BONDS -----		
-----	\$0	\$0
-----	\$0	\$0
-----	\$0	\$0
-----	\$0	\$0
-----	\$0	\$0
TOTAL NON-VOTED BONDS	\$0	\$0
Total ALL BONDS	\$88,005,000 =====	\$54,950,000 =====

Lake Stevens School District # 4
Debt Service Fund
2013-14 Budget

****** DEBT SERVICE LEVY ASSUMPTIONS ******

Levy Amount:	First Calendar Year	2013	\$6,400,000
	Second Calendar Yr	2014	\$5,600,000
Levy Collection Percentage:	Fall	47.98 %	
	Spring	52.31 %	

	< == First Year Data == >		< == Second Year Data == >	
	Total Assessed Valuation	Timber Valuation	Total Assessed Valuation	Timber Valuation
Snohomish County	\$3,229,964,190	\$168,536	\$3,229,964,190	\$168,536
County 2	\$0	\$0	\$0	\$0
Total	\$3,229,964,190	\$168,536	\$3,229,964,190	\$168,536

REVENUE WORK SHEET - DEBT SERVICE FUND - LOCAL EXCESS LEVIES & TIMBER EXCISE TAX

Local property tax collections (Acct 1100) should include revenue anticipated to be received in cash during the fiscal year. Estimation of the Timber Excise Tax collection (Revenue Acct 1500) is necessary to estimate the Net Excess Levy Collection. The Net Excess Levy equals the Excess Levy Amount minus the sum of the Timber Levy.

PART I - LOCAL PROPERTY TAX COLLECTIONS

	(1) Excess Levy Amount	(2) Estimated Timber Levy	(3) Net Levy Amount	(4) 1/ Collection Percentage	(5) Amount Budgeted
			(1) - (2)		(3) x (4)
FALL 2013	\$6,400,000	\$334	\$6,399,666	47.98%	\$3,070,560
	\$0	\$0	\$0	47.98%	\$0
	<u>\$6,400,000</u>	<u>\$334</u>	<u>\$6,399,666</u>		<u>\$3,070,560</u>
SPRING 2014	\$5,600,000	\$292	\$5,599,708	52.31%	\$2,929,207
	\$0	\$0	\$0	52.31%	\$0
	<u>\$5,600,000</u>	<u>\$292</u>	<u>\$5,599,708</u>		<u>\$2,929,207</u>
1100 TOTAL LOCAL TAXES:					<u>\$5,999,767</u>

PART II - TIMBER EXCISE TAX

	(1) 100% Timber Assessed Valuation	(2) \$ per Thousand	(3) Estimated Timber Levy	(4) Collection Percentage	(5) Amount Budgeted
			(1) x (2)		(3) x (4)
FALL 2013	\$168,536	\$1.981	\$334	0.00%	XXXXXX
	\$0	\$0.000	\$0	0.00%	XXXXXX
	<u>\$168,536</u>	<u>\$1.981</u>	<u>\$334</u>		<u>XXXXXX</u>
SPRING 2014	\$168,536	\$1.734	\$292	100.00%	\$292
	\$0	\$0.000	\$0	100.00%	\$0
	<u>\$168,536</u>	<u>\$1.734</u>	<u>\$292</u>		<u>\$292</u>
1500 TIMBER EXCISE TAX					<u>\$292</u>

**Lake Stevens School District
Associated Student Body Fund Budget Narrative
2013-14 Fiscal Year**

The Associated Student Body (ASB) Fund is designated as a special revenue fund. Fees collected from students and non-students, as a condition of their attendance at any optional, non-credit, extracurricular event of the District finance this fund, along with other student initiated fund raising.

One of the stated purposes in the rules and regulations issued by OSPI is to encourage the supervised self-government of Associated Student Bodies. The Lake Stevens School District Board of Directors has developed policies and procedures to promote this goal. Except for moneys held in trust in the fund, the financial resources of the ASB fund are for the extracurricular benefit of the students. Their involvement in decision-making processes is an integral part of Associated Student Body government. The students have adult supervision to administer the ASB programs, and the students must participate in determining the uses of ASB resources. Final approval of ASB activities rests with the Board of Directors; however, the students determine what activities will constitute the ASB program. According to the rules and regulations governing the Associated Student Body program, "the Associated Student Bodies participate in the determination of the purposes for which Associated Student Body financial resources shall be budgeted and disbursed."

In the ASB Fund each student activity group prepares a budget for the fiscal year. The budgets for all the student activity groups combine to constitute the Associated Student Body Fund budget for each school. After the student council and the primary advisor approve the budget, it is sent to the District's Assistant Superintendent for approval and consolidation with all other Associated Student Body budgets of the District. These budgets are consolidated and presented to the School District's Board of Directors as the proposed ASB Fund budget for the district.

It is important to note that no student activity group is allowed to have a negative ending balance. This means that no student activity group can disburse money unless the money is available in the student activity group's account. Therefore, even if an activity group has budgeted for expenditures within its budget, it may not expend any funds until they have been deposited into its account to cover the expenditures.

District ASB expenditures are budgeted at \$1,622,358 and revenue is budgeted at \$1,539,534. The ASB fund balance reserves will be used to offset the expenditures when they exceed the revenue.

**Lake Stevens School District # 4
Associated Student Body Fund
2013-14 Budget**

REVENUES	Actual 2011-12	Budget 2012-13	Budget 2013-14
-----	-----	-----	-----
1000 General Student Body	\$634,179	\$641,311	\$934,562
2000 Athletics	\$141,274	\$265,330	\$149,080
3000 Classes	\$52,843	\$57,200	\$69,300
4000 Clubs	\$87,875	\$288,795	\$348,592
6000 Private Moneys	\$12,459	\$31,800	\$38,000
	-----	-----	-----
A. Total REVENUES	\$928,630	\$1,284,436	\$1,539,534
-----	=====	=====	=====
EXPENDITURES			

1000 General Student Body	\$594,509	\$680,102	\$996,780
2000 Athletics	\$181,013	\$268,425	\$155,653
3000 Classes	\$46,415	\$52,561	\$56,318
4000 Clubs	\$141,303	\$313,693	\$374,907
6000 Private Moneys	\$21,115	\$33,516	\$38,700
	-----	-----	-----
B. Total EXPENDITURES	\$984,355	\$1,348,297	\$1,622,358
-----	=====	=====	=====
C. EXCESS of REVENUES OVER (UNDER) EXPENDITURES	(\$55,724)	(\$63,861)	(\$82,823)
-----	=====	=====	=====
BEGINNING FUND BALANCE			

G.L.810 Reserved for Other Items	\$0	\$0	\$0
G.L.819 Restricted for Fund Purposes	\$736,353	\$545,195	\$502,447
G.L.840 Reserved for Inventory	\$0	\$0	\$0
G.L.850 Reserved for Uninsured Risks	\$0	\$0	\$0
G.L.860 Unreserved, Designated for Other Items	\$0	\$0	\$0
G.L.889 Assigned to Fund Purposes	\$0	\$0	\$0
	-----	-----	-----
D. Total BEGINNING FUND BALANCE	\$736,353	\$545,195	\$502,447
-----	=====	=====	=====
E. G.L. 898 PRIOR YEAR ADJUSTMENTS (+ or -)	\$0	XXXXXX	XXXXXX
-----	=====	=====	=====
ENDING FUND BALANCE			

G.L.810 Reserved for Other Items	\$0	\$0	\$0
G.L.830 Reserved for Debt Service	\$0	\$0	\$0
G.L.840 Reserved for Inventory	\$0	\$0	\$0
G.L.850 Reserved for Uninsured Risks	\$0	\$0	\$0
G.L.860 Unreserved, Designated for Other Items	\$0	\$0	\$0
G.L.889 Assigned to Fund Purposes	\$680,630	\$481,334	\$419,624
	-----	-----	-----
F. Total ENDING FUND BALANCE (C + D + or - E)	\$680,630	\$481,334	\$419,624
-----	=====	=====	=====

**Lake Stevens School District #4
Associated Student Body Fund
2013-14 Budget by School**

ASB FUND SUMMARY

	Lake Stevens High School	Cavelero Mid-High	North Lake Middle School	Lake Stevens Middle School	Homelink K - 12	Glenwood Elementary	Highland Elementary	Hillcrest Elementary	Mt. Pilchuck Elementary	Skyline Elementary	Sunnycrest Elementary	TOTAL ALL SCHOOLS
REVENUES												
1000 GENERAL STUDENT BODY	507,200	112,262	44,300	135,250	1,900	24,550	48,050	19,250	9,800	11,000	21,000	934,562
2000 ATHLETICS	123,930	20,250	3,200	1,700								149,080
3000 CLASSES	63,800	3,500	1,000	1,000								69,300
4000 CLUBS	314,862	13,700	7,400	7,410						2,000	3,220	348,592
6000 PRIVATE MONIES	23,700	6,000	4,000	1,000	500	1,000	500	500	300	500		38,000
(A) TOTAL REVENUES	1,033,492	155,712	59,900	146,360	2,400	25,550	48,550	19,750	10,100	13,500	24,220	1,539,534
EXPENDITURES												
1000 GENERAL STUDENT BODY	553,600	116,635	36,000	141,800	1,600	27,000	53,850	19,250	11,545	11,500	24,000	996,780
2000 ATHLETICS	110,469	30,804	11,900	2,480								155,653
3000 CLASSES	51,500	2,000	1,600	1,218								56,318
4000 CLUBS	336,754	14,493	10,700	7,360						1,600	4,000	374,907
6000 PRIVATE MONIES	23,400	6,000	4,000	1,000	500	1,000	1,500	500	300	500		38,700
(B) TOTAL EXPENDITURES	1,075,723	169,932	64,200	153,858	2,100	28,000	55,350	19,750	11,845	13,600	28,000	1,622,358
(C) EXCESS REV OVER OR UNDER EXP (A-B)	(42,231)	(14,219)	(4,300)	(7,498)	300	(2,450)	(6,800)	0	(1,745)	(100)	(3,780)	(82,823)
BEGINNING FUND BALANCE												
GL819 Restricted for Fund Purposes	306,123	56,773	42,731	42,266	1,532	14,102	16,774	6,650	2,516	1,000	11,980	502,447
(D) TOTAL BEGINNING FUND BAL	306,123	56,773	42,731	42,266	1,532	14,102	16,774	6,650	2,516	1,000	11,980	502,447
(E) ADJUSTMENTS TO FUND BAL	0	0	0	0	0	0	0	0	0	0	0	0
GL819 Restricted for Fund Purposes	\$ 263,892	\$ 42,554	\$ 38,431	\$ 34,768	\$ 1,832	\$ 11,652	\$ 9,974	\$ 6,650	\$ 771	\$ 900	\$ 8,200	419,624
(F) TOTAL ENDING FUND BAL (C+D +or-E)	\$263,892	\$42,554	\$38,431	\$34,768	\$1,832	\$11,652	\$9,974	\$6,650	\$771	\$900	\$8,200	\$419,624

**Lake Stevens School District
Transportation Vehicle Fund Proposed Budget Narrative
2013-14 Fiscal Year**

The Lake Stevens School District currently has sixty-six (66) buses in its fleet. Twelve (12) of the buses are equipped for special needs students. Currently there are only three (3) buses over twenty years old.

According to Section 505(6) of the Washington State Operating Budget (3ESHB 212), the superintendent of public instruction shall base depreciation payments for school district buses on the pre-sales tax five-year average of lowest bids in the appropriate category of bus. In the final year on the depreciation schedule, the depreciation payment shall be based on the lowest bid in the appropriate bus category for that school year. Of the District's sixty-six buses, nine (14% of the fleet) are completely depreciated off the State's Depreciation Schedule.

Depreciation for the 2013-14 fiscal year is estimated by OSPI and we have used their numbers for our budget. Any new buses purchased and placed on routes will get a monthly allowance that will be added to the Transportation Vehicle fund.

The State's formula for funding of the Transportation Vehicle Fund does not provide for the needs of a district impacted by growth. Funding the growth of the Lake Stevens School District's bus fleet has been partially through the use of depreciation funds.

The 2013-14 Transportation Vehicle Fund Expenditure budget includes an authorization to purchase up to six buses, if needed. The District has plans to purchase four buses during the 2013-14 fiscal year to replace buses that will go to surplus in the summer of 2013. The total budgeted expenditures are projected to be \$667,000.

**Lake Stevens School District # 4
Transportation Vehicle Fund
2013-14 Budget**

REVENUES AND OTHER FINANCING SOURCES	Actual 2011-12	Budget 2012-13	Budget 2013-14
1100 Local Property Tax	\$480	\$0	\$0
2300 Investment Earnings	\$1,418	\$1,000	\$1,000
2800 Insurance Recoveries	\$0	\$0	\$0
4499 Transportation Reimbursement - Depreciation	\$396,781	\$369,331	\$400,000
9100 Sale of Bonds	\$0	\$0	\$0
9300 Sale of Equipment	\$0	\$0	\$0
A. REVENUES, OTHER FINANCING SOURCES (LESS TRANSFERS)	\$398,680	\$370,331	\$401,000
B. 9900 OPERATING TRANSFERS IN (from General Fund)	\$0	\$0	\$0
C. Total REVENUES AND OTHER FINANCING SOURCES	\$398,680	\$370,331	\$401,000
EXPENDITURES			
Program 99 Pupil Transportation			
Act. 33 Transportation Equipment Purchases	\$430,045	\$575,000	\$667,000
Act. 34 Transportation Equipment Major Repair		\$0	\$0
Act. 61 Bond/Levy Issuance and/or Election	\$0	\$0	\$0
Act. 91 Principal			
Act. 92 Interest			
Act. 93 Arbitrage Rebate			
D. Total EXPENDITURES	\$430,045	\$575,000	\$667,000
E. G L 536 OTHER FINANCING USES- TRANSFERS OUT (to the Debt Service Fund)	\$0	\$0	\$0
F. EXCESS of REVENUES/OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES & OTHER FIN. USES (C - D - E)	(\$31,365)	(\$204,669)	(\$266,000)
BEGINNING FUND BALANCE			
G.L.889 Assigned to Fund Purposes	\$965,458	\$933,000	\$947,000
G. Total BEGINNING FUND BALANCE	\$965,458	\$933,000	\$947,000
H. G.L. 898 PRIOR YEAR ADJUSTMENTS (+ or -)		XXXXXX	XXXXXX
ENDING FUND BALANCE			
G.L.819 Restricted for Fund Purposes	\$934,093	\$728,331	\$681,000
I. Total ENDING FUND BALANCE (F + G + or - H)	\$934,093	\$728,331	\$681,000