FISCAL YEAR 2024-25
GENERAL FUND OPERATING
SCHOOL SERVICE FUND
CAPITAL PROJECT FUND
STUDENT/SCHOOL ACTIVITY FUND
BUDGETS
ORIGINAL
JULY 1, 2024

Lakeview
SCHOOL DISTRICT

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
2024-25 ORIGINAL 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 $9,896 per blended FTE has been used. The State has yet to adopt a budget; this is a 3% increase or $288 per student. This will be updated once the state adopts a budget in an upcoming amendment.
        2. The blended FTE used for the budget is 3,765, which is what we are currently being funded at. This will be adjusted based on actual in the first revision.
        3. MPSERS revenue has been updated to State approved budget, along with the corresponding expenses as necessary. There are discussions at the state level on changes to the MPSERS rates, so those will be updated once the state adopts their budget.
        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, ESSER III).
        5. Notable Changes from prior year
            - Local Sources -reduction of E-rate funding from prior year ($536K)
            - Donation Funds are not included in the original budget, but will be added in the amendment.
            - State Sources -Not expecting One Time Offset of MPSERS received in 22-23 of ($2.3 million)
            - Did not include any enrollment stabilization funds, this is based on two year average, and assumption is that enrollment will remain stable. ($583k)
            - One time funds ($193K) not included this year for 27L Educator Compensation Program
            - Federal Sources - Reduction of Federal Grants with ESSER finishing up by September.
            - Incoming Transfers & Other Transactions – Increase in Special Ed Funding from ISD as increase of expenditures in Special Ed.

- 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, ESSER III).
    2. Contractual step and foundation formula increases are included in staffing where applicable. This year there were five contracts open for negotiations, three have been completed and the costs are included. The other remaining two we have included some preliminary costs based on current proposals. The formula increase is based on the expectation of receiving $288 increase in the per pupil. MSPSERS rates were also adjusted to reflect the anticipated new rates for this year.
    3. The Additional Hispanic Liaison is included for the full year, along with the shifting of a couple positions to general fund that were formally included in the ESSER grant.
    4. Transportation includes the buses that were ordered in 23-24 but will not be received until the 24-25 year.
    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.
    6. Notable Changes from prior year
        - Costs reclassified from Community Services to Other Supporting Services.
        - Operations reductions due to prior year added funds to complete the HVAC at the HS maintenance that is removed in the 24-25 year.

SCHOOL SERVICE FUND – Food Service

This budget reflects:

A fair representation of what is expected for the program in 2024-25.

1. Increase in local revenue is due to projected revenue gained from full year of Arbor Academy food service.
2. Budgeted Pennfield for 40% of the year (through December).
3. Included a 2% projected increase in Federal reimbursement rates. This is offset by a loss of prior year one-time Supply Chain Assistance grants in the amount of $281K.
4. With no actual reimbursement rates known at this time and so much uncertainty, the revenue model is staying the same at this time. Once changes are known, they will be built into the mid-year revision.
5. New, retirement rates, worker's comp, contracts and increases to steps are included in staffing.
6. Grocery and supply costs were calculated with a 3% cost increase with the exception of meat costs, these were calculated with a 5% increase.
7. Assumed all unspent Capital Outlay expenditures carried over from the 2023-24 spend down plan will be received in 2024-25. Subsequent revisions will reflect actuals to be received in 2024-25.

8. An increase in Outgoing Transfers to the General Fund based on the calculation of the allowable 15.00% of Indirect Cost on original budget expenditures.

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 2024-25.

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, 2025

	2021-22 AUDITED	2022-23 AUDITED	ADOPTED 2023-24 ORIGINAL	PROPOSED 2023-24 AMEND A	PROPOSED 2023-24 AMEND B	PROPOSED 2024-25 ORIGINAL	VARIANCE
REVENUES:							
Local Sources	4,854,469	5,504,250	5,149,426	5,969,466	6,314,199	5,519,258	(794,941)
State Sources	36,967,388	43,455,913	41,367,731	43,576,079	43,678,968	44,711,681	1,032,713
Federal Sources	3,456,449	3,542,340	2,550,515	2,677,728	3,054,325	1,162,275	(1,892,050)
Incoming Transfers & Other Transactions	2,740,830	2,090,217	2,704,985	2,901,158	2,322,209	2,815,599	493,390
TOTAL REVENUES & TRANSFERS	48,019,136	54,592,721	51,772,657	55,124,431	55,369,701	54,208,813	(1,160,888)
EXPENDITURES:							
BASIC INSTRUCTION:							
Basic Programs	22,812,176	25,235,282	23,377,772	23,526,072	23,398,714	24,423,042	1,024,328
Added Needs	6,531,589	6,915,948	7,260,825	7,385,109	7,740,361	8,296,477	556,116
Adult and Continuing Education	-	-					-
SUPPORT SERVICES:							
Pupil Services	2,444,573	2,504,289	2,827,241	2,839,219	2,480,568	2,728,981	248,413
Instruction Staff Services	1,921,727	2,215,981	2,670,295	2,630,444	2,617,694	2,973,696	356,002
General Administration Services	478,019	591,040	700,625	722,895	644,588	735,780	91,192
School Administration Services	3,097,644	3,585,024	3,491,889	3,503,616	3,534,304	3,593,690	59,386
Business Services	940,885	1,140,154	1,151,627	1,206,107	1,133,761	1,166,005	32,244
Operation and Maintenance Services	3,969,148	3,940,826	4,258,585	4,634,924	4,883,880	4,777,216	(106,664)
Pupil Transportation Services	1,107,994	1,382,105	1,736,365	2,072,127	1,821,945	1,904,817	82,872
Other Supporting Services	1,646,937	1,828,101	2,233,216	2,312,856	2,537,813	2,673,070	135,257
Athletics	872,275	975,322	990,347	1,021,118	1,047,668	1,223,971	176,303
COMMUNITY SERVICES	499,157	681,676	567,629	630,278	586,721	472,193	(114,528)
TOTAL EXPENDITURES	46,322,125	50,995,748	51,266,416	52,484,765	52,428,017	54,968,938	2,540,921
OUTGOING TRANSFERS/OTHER TRANSACTIONS	1,608,404	3,594,783	616,752	2,630,616	2,594,166	451,307	(2,142,859)
TOTAL APPROPRIATED	47,930,529	54,590,531	51,883,168	55,115,381	55,022,183	55,420,245	3,232,213
EXCESS REVENUE OVER EXPENDITURES AND OTHER SOURCES	88,607	2,190	(110,511)	9,050	347,518	(1,211,432)	
Fund Balance at beginning of year	9,415,911	9,504,517	9,506,708	9,506,708	9,506,708	9,854,226	
Non-spendable Fund Balance	535,052	392,844	392,844	392,844	392,844	392,844	
Assigned Fund Balance	798,366	135,732	135,732	135,732	1,347,164	25,221	
Unassigned Fund Balance at end of year	8,171,100	8,978,132	8,867,621	8,987,182	8,114,218	8,224,729	
Fund Balance as a % of Expenditures (net of Sec 147c expenses)	21.46%	18.83%	19.66%	18.82%	19.53%	16.99%	
17% Cashflow Requirement (net of Sec 147c expenses)	7,529,313	8,584,245	8,123,994	8,595,339	8,579,495	8,647,166	
Amount Available for Use	1,975,204	922,462	1,272,203	920,419	1,274,730	(4,372)	

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 2024-25

RESOLVED, that this resolution shall be the general appropriations of the Lakeview School District for the fiscal year 2023-24: 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 2024-25 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	5,519,258
State	44,711,681
Federal	1,162,275
Incoming Transfers & Other Transactions	2,815,599
Total Revenue	54,208,813

Fund Balance, July 1, 2024 (estimated)	9,854,226	
Less Non-spendable Fund Balance (estimated)	392,844	
Less Assigned Fund Balance for Subsequent Year Deficit (estimated)	1,211,432	
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)	25,221	
Fund Balance Available to Appropriate		8,224,729
Total Available to Appropriate		62,433,542

Be it further resolved that $55,420,245 of the total available to appropriate in the General Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures:	
Basic Instruction:	
Basic Programs	24,423,042
Added Needs	8,296,477
Adult and Continuing Education	0
Support Services:	
Pupil Services	2,728,981
Instruction Staff Services	2,973,696
General Administration Services	735,780
School Administration Services	3,593,690
Business Services	1,166,005
Operation and Maintenance Services	4,777,216
Pupil Transportation Services	1,904,817
Other Supporting Services	2,673,070
Athletics	1,223,971
Community Services	472,193
TOTAL EXPENDITURES	54,968,938
Outgoing Transfers/Other Transactions	451,307
TOTAL APPROPRIATED	55,420,245

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, 2024

LAKEVIEW SCHOOL DISTRICT
SCHOOL SERVICE FUND FOOD SERVICE BUDGET
ORIGINAL
FOR FISCAL YEAR ENDING JUNE 30, 2025

	AUDITED 2020-21	AUDITED 2021-22	AUDITED 2022-23	ADOPTED ORIGINAL 2023-24	ADOPTED AMEND A 2023-24	PROPOSED AMEND B 2023-24	PROPOSED ORIGINAL 2024-25	VARIANCE
REVENUES:								
Local Sources	189,435	405,890	821,287	822,467	712,719	746,181	788,454	42,273
State Sources	96,812	155,198	108,150	93,127	456,515	576,057	576,057	-
Federal Sources	2,179,675	2,995,403	2,544,319	2,444,549	2,720,837	2,631,279	2,480,811	(150,468)
Incoming Transfers & Other Transactions	99,361	122,650	125,000	131,250	131,750	131,741	53,000	(78,741)
TOTAL REVENUES & TRANSFERS	2,565,283	3,679,141	3,598,756	3,491,393	4,021,821	4,085,258	3,898,322	(186,936)
EXPENDITURES:								
Salaries	558,430	806,143	881,930	1,007,766	999,654	1,014,823	1,080,545	65,722
Employee Benefits	412,667	544,319	619,507	719,450	733,651	766,395	796,091	29,696
Purchased Services	75,541	94,075	106,924	72,093	71,735	62,900	71,554	8,654
Food, Supplies, and Other Expenses	1,074,603	1,454,280	1,562,110	1,601,454	1,831,328	1,780,400	1,862,733	82,333
Dues and Fees	3,698	7,880	7,759	9,391	9,324	13,796	9,621	(4,175)
Capital Outlay	141,901	-	222,558	432,056	424,625	185,913	418,323	232,410
TOTAL EXPENDITURES	2,266,840	2,906,697	3,400,788	3,842,210	4,070,317	3,824,227	4,238,867	414,640
OUTGOING TRANSFERS/OTHER TRANSACTIONS	177,999	217,508	224,073	294,860	299,920	297,803	319,797	67,173
TOTAL APPROPRIATED	2,444,839	3,124,205	3,624,861	4,137,070	4,370,237	4,122,030	4,558,664	481,813
EXCESS REVENUE OVER EXPENDITURES AND OTHER SOURCES	120,444	554,936	(26,105)	(645,677)	(348,416)	(36,772)	(660,342)	484,068
Fund Balance at beginning of year	997,963	1,118,406	1,673,342	1,647,235	1,647,235	1,647,237	1,610,465	
Non-spendable Fund Balance	32,767	46,869	52,822	52,822	52,822	713,164	52,822	
Restricted Fund Balance at end of year	1,085,639	1,626,473	1,594,415	948,736	1,245,997	897,301	897,301	

LAKEVIEW SCHOOL DISTRICT
RESOLUTION FOR ADOPTION SCHOOL SERVICE FUND
FOR FISCAL YEAR ENDED JUNE 30, 2025

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 2024-25 be amended and approved as follows:

Revenue:		
Local		788,454
State		576,057
Federal		2,480,811
Incoming Transfers & Other Transactions		53,000
Total Revenue		3,898,322
Fund Balance, July 1, 2024 (estimated)	1,610,465	
Less Non-Spendable Fund Balance (estimated)	52,822	
Less Assigned Fund Balance for Future Operations (estimated)	660,342	
Restricted Fund Balance Available to Appropriate		897,301
Total Available to Appropriate		4,795,623

BE IT FURTHER RESOLVED, that $4,558,664 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	4,238,867
TOTAL EXPENDITURES	4,238,867
Outgoing Transfers/Other Transactions	319,797
TOTAL APPROPRIATED	4,558,664

THIS RESOLUTION TAKES EFFECT JULY 1, 2024

RESOLUTION FOR ADOPTION
BY THE BOARD OF EDUCATION OF THE
LAKEVIEW SCHOOL DISTRICT
CAPITAL PROJECTS FUND
FOR FISCAL YEAR ENDING JUNE 30, 2025

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the Public Improvement and Capital Project Non-Bond Funds of the Lakeview School District for fiscal year 2024-25 be amended and approved as follows:

Revenue:		
Local - PIF		500
Federal - Cap Proj - Non Bond		
Incoming Transfers & Other Transactions (Cap Proj - Non Bond)		1,500,000
Total Revenue		1,500,500
Fund Balance - Public Improvement Fund, July 1 2024 (estimated)	481,964	
Fund Balance - Capital Project Fund Non-Bond, July 1 2024 (estimated)	4,484,187	
Less: Committed Fund Balance - Public Improvement Fund (estimated)	207,977	
Restricted Fund Balance Available to Appropriate - PIF		273,987
Assigned Fund Balance Available to Appropriate - Cap Proj Non-Bond		4,484,187
Total Available to Appropriate		6,258,674

BE IT FURTHER RESOLVED, that $383,000 of the total available to appropriate in the PIF and Capital Project Non-Bond Funds for the purposes set forth below:

Expenditures:	
Public Improvement Fund - General/Restricted	-
Public Improvement Fund - Elementary Facilities	-
- Furniture for 4 ECSE Classroom	64,000
Public Improvement Fund - Tennis Brick Program	-
Capital Project Non-Bond -	
PV & MB classroom renovations	319,000
TOTAL EXPENDITURES	383,000
Outgoing Transfers/Other Transactions	0
TOTAL APPROPRIATED	383,000

THIS RESOLUTION TAKES EFFECT JULY 1, 2024

RESOLUTION FOR ADOPTOIN
BY THE BOARD OF EDUCATION OF THE
LAKEVIEW SCHOOL DISTRICT
STUDENT/SCHOOL ACTIVITY FUND
FOR FISCAL YEAR ENDING JUNE 30,2024

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 2024-25 be approved as follows:

Revenue:	
Beginning Cash	216,092
Projected Income	100,000
Total Revenue	316,092
Total Available to Appropriate	316,092

BE IT FURTHER RESOLVED, that $100,000 of the total to appropriate in the Student/Activity Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures:	100,000
TOTAL EXPENDITURES	100,000
TOTAL APPROPRIATED	100,000

THIS RESOLUTION TAKES EFFECT JULY 1, 2024

6/24/2024