

**FISCAL YEAR 2023-24
GENERAL FUND OPERATING
SCHOOL SERVICE FUND
CAPITAL PROJECT FUND
STUDENT/SCHOOL ACTIVITY FUND
BUDGETS
AMENDMENT A
JANUARY 22, 2024**



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 2023-24 AMEND A 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 \$9,608 per blended FTE has been used.
 2. The blended FTE used for the budget is 3,768.4, which is down 131.6 from the 3,900 used in the original.
 3. MPSERS revenue has been updated to State approved budget, along with the corresponding expenses as necessary. (Nearly \$1million increase on the revenue side)
 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 original:
 - Interest increased additional \$127K
 - ERate – received \$521K from last year's expenditures that we had not included in the original
 - New Enrollment Stabilization funds of \$564K
 - New General Fund Transportation funds \$235K
 - New Educator Comp \$173K
 - Section 98c funds not received prior to end of 22-23 year of \$203K
 - CISD Special Ed Fund increase \$217K (now funding at 100% reimbursement of approved positions)
- 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, along with updating for current staffing. MSPERS rates were also adjusted to reflect the new rates for this year.
 3. Basic Programs – funds included for additional tech for classrooms to go along with new Smart Boards.

4. Added Needs/Instructional Staff – reclass of some staffing that had been included in the Instructional Staff category
5. Operations - High School HVAC maintenance of remaining units
6. Transportation increases:
 - Update based on contract wage increases and additional dispatch staff - \$100K
 - Contracted services for Homeless and Special Ed that we are not able to accommodate with current staffing - \$140k
 - Anticipated purchase of additional van for athletics to help with transportation - \$65K
7. Pupil Accounting Services:
 - Marketing - \$10K
 - HR increase in professional development and staff Tri-Share payment increase - \$20K
 - Technology - \$50K refresh of secretarial computers
8. Athletics:
 - Donation accounts were not included in original until year end closed then we add these back in during revision
9. Community Services Increase:
 - Homeless Grant corresponding expenses
 - Hispanic Liaison partial year
10. Outgoing Transfers/Other Transactions:
 - Middle School Basket Ball Hoop replacement (due to safety issues)
 - Classroom Whiteboard replacement
 - High School Gym Sound System Replacement
 - Included \$1.5 million transfer to Capital
 - Target 1 million annual to Capital for ongoing needs (asphalt, roofing, etc.)
 - \$0.5 million towards 3rd and 4th grade furniture and other items not covered in bond due to escalation costs.

SCHOOL SERVICE FUND – Food Service

This budget reflects:

A fair representation of what is expected for the program in 2023-24.

1. A new revenue model. The Original Budget assumptions stated that with so much uncertainty at the time the unchanged model would be re-built in the mid-year revision. The new model is based on 2021-2022 participation rates when all meals were free, which more closely looks like 2023-2024, but calculated with the current reimbursement rates.
2. The new model reflects an additional \$351K in State funding to allow free meals to all students, along with an additional \$12K in State Aid for the Food Service Program.

3. A correlated decrease of \$110K in Local Revenue largely due to diminished student Paid meals.
4. A \$276K increase in Federal funding as a result of increased participation levels due to more free meals, and an additional Supply Chain Assistance Grant.
5. An increase of \$230K in Food, Supplies, and Other Expenses as a result of inflated grocery costs and increased participation.

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 2023-24.
2. The following approved projects/purchase are included in the Capital Projects Non-Bond Fund:
 - a. Truck for operations
 - b. High School Fire Alarm System
 - c. High School Vape Detectors
 - d. High School AV Upgrades
 - e. Middle School teachers' chairs
 - f. Soccer Press Box updates

**LAKEVIEW SCHOOL DISTRICT
GENERAL FUND BUDGET
AMEND A
FOR FISCAL YEAR ENDING JUNE 30, 2024**

	2019-20 AUDITED	2020-21 AUDITED	2021-22 AUDITED	2022-23 AUDITED	ADOPTED 2023-24 ORIGINAL	PROPOSED 2023-24 AMEND A	VARIANCE
REVENUES:							
Local Sources	5,070,302	4,677,838	4,854,469	5,504,250	5,149,426	5,969,466	820,040
State Sources	33,958,920	35,316,301	36,967,388	43,455,913	41,367,731	43,576,079	2,208,348
Federal Sources	642,773	2,944,836	3,456,449	3,542,340	2,550,515	2,677,728	127,213
Incoming Transfers & Other Transactions	2,038,056	2,134,882	2,740,830	2,090,217	2,704,985	2,901,158	196,173
TOTAL REVENUES & TRANSFERS	41,710,050	45,073,857	48,019,136	54,592,721	51,772,657	55,124,431	3,351,774
EXPENDITURES:							
BASIC INSTRUCTION:							
Basic Programs	20,323,472	22,477,103	22,812,176	25,235,282	23,377,772	23,526,072	148,300
Added Needs	4,425,644	4,896,104	6,531,589	6,915,948	7,260,825	7,385,109	124,284
SUPPORT SERVICES:							
Pupil Services	2,108,360	2,108,520	2,444,573	2,504,289	2,827,241	2,839,219	11,978
Instruction Staff Services	2,068,620	1,213,629	1,921,727	2,215,981	2,670,295	2,630,444	(39,851)
General Administration Services	498,859	496,579	478,019	591,040	700,625	722,895	22,270
School Administration Services	2,731,317	2,820,904	3,097,644	3,585,024	3,491,889	3,503,616	11,727
Business Services	832,830	828,034	940,885	1,140,154	1,151,627	1,206,107	54,480
Operation and Maintenance Services	3,108,502	3,427,743	3,969,148	3,940,826	4,258,585	4,634,924	376,339
Pupil Transportation Services	1,189,300	856,003	1,107,994	1,382,105	1,736,365	2,072,127	335,762
Other Supporting Services	1,641,152	1,401,649	1,646,937	1,828,101	2,233,216	2,312,856	79,640
Athletics	893,604	804,032	872,275	975,322	990,347	1,021,118	30,771
COMMUNITY SERVICES	365,138	390,740	499,157	681,676	567,629	630,278	62,649
TOTAL EXPENDITURES	40,186,798	41,721,040	46,322,125	50,995,748	51,266,416	52,484,765	1,218,349
OUTGOING TRANSFERS/OTHER TRANSACTIONS	214,058	2,529,290	1,608,404	3,594,783	616,752	2,630,616	2,013,864
TOTAL APPROPRIATED	40,400,856	44,250,330	47,930,529	54,590,531	51,883,168	55,115,381	3,232,213
EXCESS REVENUE OVER EXPENDITURES AND OTHER SOURCES	1,309,194	823,527	88,607	2,190	(110,511)	9,050	
<i>Fund Balance at beginning of year</i>							
<i>Non-spendable Fund Balance</i>	7,283,190	8,592,384	9,415,911	9,504,517	9,506,708	9,506,708	
<i>Assigned Fund Balance</i>	89,111	186,686	535,052	392,844	392,844	392,844	
<i>Unassigned Fund Balance at end of year</i>	60,137	59,573	798,366	135,732	135,732	135,732	
	8,443,136	9,169,652	8,171,100	8,978,132	8,867,621	8,987,182	
Fund Balance as a % of Expenditures (net of Sec 147c expenses)	22.73%	22.82%	21.46%	18.83%	19.66%	18.82%	
17% Cashflow Requirement (net of Sec 147c expenses)	6,425,902	7,015,177	7,529,313	8,584,245	8,123,994	8,595,339	
Amount Available for Use	2,166,483	2,400,734	1,975,204	922,462	1,272,203	920,419	

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 2023-24**

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 2023-24 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	5,969,466
State	43,576,079
Federal	2,677,728
Incoming Transfers & Other Transactions	2,901,158
Total Revenue	<u>55,124,431</u>
Fund Balance, July 1, 2023 (audited)	9,506,708
Less Non-spendable Fund Balance (audited)	392,844
Less Assigned Fund Balance for Subsequent Year Deficit (audited)	110,511
Less Assigned Fund Balance for Future Operations (audited)	0
Less Assigned Fund Balance for Technology (audited)	0
Less Assigned Fund Balance for Comp. Absences (audited)	<u>25,221</u>
Fund Balance Available to Appropriate	<u>8,978,132</u>
Total Available to Appropriate	<u><u>64,102,563</u></u>

Be it further resolved that \$55,115,381 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	23,526,072
Added Needs	7,385,109
Adult and Continuing Education	0
<i>Support Services:</i>	
Pupil Services	2,839,219
Instruction Staff Services	2,630,444
General Administration Services	722,895
School Administration Services	3,503,616
Business Services	1,206,107
Operation and Maintenance Services	4,634,924
Pupil Transportation Services	2,072,127
Other Supporting Services	2,312,856
Athletics	1,021,118
<i>Community Services</i>	630,278
TOTAL EXPENDITURES	<u>52,484,765</u>
<i>Outgoing Transfers/Other Transactions</i>	2,630,616
TOTAL APPROPRIATED	<u><u>55,115,381</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 JANUARY 22, 2024

LAKEVIEW SCHOOL DISTRICT
SCHOOL SERVICE FUND FOOD SERVICE BUDGET
AMENDMENT A
FOR FISCAL YEAR ENDING JUNE 30, 2024

	AUDITED 2019-20	AUDITED 2020-21	AUDITED 2021-22	AUDITED 2022-23	ADOPTED ORIGINAL 2023-24	PROPOSED AMEND A 2023-24	VARIANCE
REVENUES:							
Local Sources	674,833	189,435	405,890	821,287	822,467	712,719	(109,748)
State Sources	68,663	96,812	155,198	108,150	93,127	456,515	363,388
Federal Sources	2,162,532	2,179,675	2,995,403	2,544,319	2,444,549	2,720,837	276,288
Incoming Transfers & Other Transactions	80,000	99,361	122,650	125,000	131,250	131,750	500
TOTAL REVENUES & TRANSFERS	2,986,027	2,565,283	3,679,141	3,598,755	3,491,393	4,021,821	530,428
EXPENDITURES:							
Salaries	657,228	558,430	806,143	881,930	1,007,766	999,654	(8,112)
Employee Benefits	459,394	412,667	544,319	619,507	719,450	733,651	14,201
Purchased Services	62,670	75,541	94,075	106,924	72,093	71,735	(358)
Food, Supplies, and Other Expenses	1,217,814	1,074,603	1,454,280	1,562,110	1,601,454	1,831,328	229,874
Dues and Fees	17,980	3,698	7,880	7,759	9,391	9,324	(67)
Capital Outlay	103,602	141,901	-	222,558	432,056	424,625	(7,431)
TOTAL EXPENDITURES	2,518,687	2,266,840	2,906,697	3,400,789	3,842,210	4,070,317	228,107
OUTGOING TRANSFERS/OTHER TRANSACTIONS							
	209,620	177,999	217,508	224,073	294,860	299,920	5,060
TOTAL APPROPRIATED	2,728,308	2,444,839	3,124,205	3,624,862	4,137,070	4,370,237	233,167
EXCESS REVENUE OVER EXPENDITURES AND OTHER SOURCES							
	257,719	120,444	554,936	(26,107)	(645,677)	(348,416)	297,261
<i>Fund Balance at beginning of year</i>	740,247	997,963	1,118,406	1,673,342	1,647,235	1,647,235	
<i>Non-spendable Fund Balance</i>	50,463	32,767	46,869	52,822	52,822	52,822	
<i>Restricted Fund Balance at end of year</i>	947,500	1,085,639	1,626,473	1,594,413	948,736	1,245,997	

**LAKEVIEW SCHOOL DISTRICT
RESOLUTION FOR ADOPTION SCHOOL SERVICE FUND
FOR FISCAL YEAR ENDED JUNE 30, 2024**

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 2023-24 be amended and approved as follows:

Revenue:	
Local	712,719
State	456,515
Federal	2,720,837
Incoming Transfers & Other Transactions	131,750
Total Revenue	<u>4,021,821</u>
Fund Balance, July 1, 2023 (audited)	1,647,235
Less Non-Spendable Fund Balance (estimated)	<u>52,822</u>
Restricted Fund Balance Available to Appropriate	<u>1,594,413</u>
Total Available to Appropriate	<u><u>5,616,234</u></u>

BE IT FURTHER RESOLVED, that \$4,370,237 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	4,070,317
TOTAL EXPENDITURES	<u>4,070,317</u>
<i>Outgoing Transfers/Other Transactions</i>	299,920
TOTAL APPROPRIATED	<u><u>4,370,237</u></u>

THIS RESOLUTION TAKES EFFECT JANUARY 22, 2024

**RESOLUTION FOR ADOPTION
BY THE BOARD OF EDUCATION OF THE
LAKEVIEW SCHOOL DISTRICT
CAPITAL PROJECTS 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 Public Improvement and Capital Project Non-Bond Funds of the Lakeview School District for fiscal year 2023-24 be amended and approved as follows:

Revenue:		
	Local - PIF	500
	Federal - Cap Proj - Non Bond	
	Incoming Transfers & Other Transactions (Cap Proj - Non Bond)	
	Total Revenue	<u>500</u>
	Fund Balance - Public Improvement Fund, July 1 2023 (audited)	481,464
	Fund Balance - Capital Project Fund Non-Bond, July 1 2023 (audited)	6,788,102
	Less: Committed Fund Balance - Public Improvement Fund (audited)	207,977
	Restricted Fund Balance Available to Appropriate - PIF	273,487
	Assigned Fund Balance Available to Appropriate - Cap Proj Non-Bond	<u>6,788,102</u>
	Total Available to Appropriate	<u><u>7,062,089</u></u>

BE IT FURTHER RESOLVED, that \$202,686 of the total available to appropriate in the PIF and Capital Project Non-Bond Funds and \$0 of the Committed Funds for the purposes set forth below:

Expenditures:		
	Public Improvement Fund - General/Restricted	-
	Public Improvement Fund - Elementary Facilities	-
	Public Improvement Fund - Tennis Brick Program	-
	Capital Project Non-Bond - High School AV upgrades, operations Tru	202,686
	Operations truck, HS Vape detectors, Fire alarm system, soccer press box upgrades	
	TOTAL EXPENDITURES	202,686
	<i>Outgoing Transfers/Other Transactions</i>	0
	TOTAL APPROPRIATED	<u><u>202,686</u></u>

THIS RESOLUTION TAKES EFFECT JANUARY 22, 2024