

Traverse City Area Public Schools Board of Education Resolution for Adoption June 25, 2007

For Action:

TOPIC:

2007-2008 Preliminary Budgets for the Traverse City Area Public Schools (Appropriations Act)

RECOMMENDATION: The Board of Education adopt the attached Resolution

RATIONALE:

The Uniform Budgeting and Accounting Act requires that the appropriations for the General Operating and School Service Funds of the School District be approved by the Board of Education. The tentative budgets for these funds are attached. These budgets are only preliminary, to permit the beginning revenue disposition and expenditure appropriations until such time that we have the necessary information to provide the final budget to the public and the Board of Education.

Major revenue data is based upon the following:

Estimated Taxable Value (ad valorem)	4,017,356,293
Homestead Taxable Value	2,238,116,953
Non-Homestead Taxable Value	1,779,239,340*
Operating Millage Levy (non-homestead only)	18 mills
Operating Local Property Tax Revenue (non-homestead)	32,026,308
Estimated State Aid (foundation allowance) Formula:	
Foundation Allowance per Pupil	7,208
Local Tax Support Per Pupil (Est. Pupils -10,700)	2,993
State Aid Per Pupil (Est. pupils – 10,700)	4,215

Emphasis is made that the data provided herein in no way indicates final revenue or expenditure levels. We are merely providing estimates to receive authorization to begin our 2007-2008 school year.

STAFF RESOURCE PERSON: Paul A. Soma, CPA, CFO

ATTACHMENTS:

- Proposed official resolution
- Three(3) year budget reporting required by the State of Michigan (Tab 6)

*Will be adjusted downward for brownfield development when numbers are available.

TRAVERSE CITY AREA PUBLIC SCHOOLS RESOLUTION TO ADOPT 2007-2008 PRELIMINARY BUDGETS

RESOLVED, that this resolution shall be the general appropriations of the Traverse City Area Public Schools for the 2007-2008 fiscal year. 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 the Traverse City Area Public Schools.

BE IT FURTHER RESOLVED, that 18 mills of ad valorem property taxes will be levied for the purposes of General Operations. The levy will be against the taxable value of non-homestead and non-qualified agricultural property, and

WHEREAS, the total revenues and unappropriated fund balance estimated to be available for appropriations in the General Operating Fund of the Traverse City Area Public Schools for the fiscal year 2007-2008 is as follows:

Revenue

Local Sources	\$ 33,560,581
State Sources	48,861,680
Federal Sources	1,917,512
Incoming Transfers and Other Transactions	1,775,978
Total Revenue	\$ 86,115,751
Fund Balance – July 1, 2007(estimate)	10,424,611
Reserved	150,000
Designated	900,000
Total Unreserved Available to Appropriate – General Fund	\$ 97,590,362

BE IT FURTHER RESOLVED, that \$87,661,216 of the total available to appropriate in the General Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures

Instruction:	
Basic Programs	\$ 42,926,336
Added Needs	9,792,671
Total Instruction	\$ 52,719,007

**TRAVERSE CITY AREA PUBLIC SCHOOLS
RESOLUTION TO ADOPT 2007-2008
PRELIMINARY BUDGETS**

Support Services:

Pupil Services	\$ 3,299,858
Instructional Staff	3,519,950
General Administration	609,094
School Administration	5,756,898
Business	1,820,256
Operations & Maintenance	8,668,198
Pupil Transportation Services	6,528,487
Central Services	2,501,443
Student	<u>344,084</u>
Total Support Services	\$ 33,048,268
Community Services	\$ 285,396
Outgoing Transfers and Other Transactions	\$ 1,608,545
Total Appropriated – General Fund	\$ 87,661,216

**TRAVERSE CITY AREA PUBLIC SCHOOLS
RESOLUTION TO ADOPT 2007-2008
PRELIMINARY BUDGETS**

BE IT FURTHER RESOLVED, that the total projected revenues and expenditures for the Athletic Fund of the Traverse City Area Public Schools for the fiscal year 2007-2008 is as follows:

Revenue

Local Sources	\$ 347,273
Incoming Transfers/Others	<u>1,176,000</u>
Total Revenues	\$ 1,523,273

Expenditures

Salaries	\$ 758,989
Benefits	223,661
Purchased Services	410,724
Supplies and Other Expense	115,399
Capital Outlay	<u>14,500</u>
Total Expenditures	\$ 1,523,273
Excess of Revenues over Expenditures	\$ 0
Beginning Fund Balance (07/01/07)	\$ 15,648
Ending Fund Balance (06/30/08)	\$ 15,648

**TRAVERSE CITY AREA PUBLIC SCHOOLS
RESOLUTION TO ADOPT 2007-2008
PRELIMINARY BUDGETS**

BE IT FURTHER RESOLVED, that the total projected revenues and expenditures for the Community Service – Child Care Fund of the Traverse City Area Public Schools for the fiscal year 2007-2008 is as follows:

Revenue

Local Sources	\$ 1,587,270
Federal Sources	762,871
Intermediate Sources	100,000
Operating Transfers In	<u>29,045</u>
Total Revenue	\$ 2,479,186

Expenditures

Salaries and Wages	\$ 1,145,162
Employee Benefits	556,972
Purchased Services	148,936
Supplies and Other Expenses	125,658
Capital Outlay	500
Transfer to General Fund & Other	<u>501,958</u>

Total Expenditures **\$ 2,479,186**

Excess of Revenue Over Expenditures **\$ 0**

Beginning Fund Balance (07/01/07) **\$ 915,441**

Ending Fund Balance (06/30/08) **\$ 915,441**