

# MEMORANDUM



**TO:** Paul A. Soma, Interim Superintendent

**Wesley Souden**  
Director of Finance and  
Business Technology

**FROM:** Wesley Souden

Michele Greenan  
Executive Assistant

**DATE:** February 6, 2015

**RE:** AMENDMENT I to 2015 GENERAL FUND BUDGET

AMENDMENT I to 2015 SCHOOL SERVICE FUND BUDGET

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Attached please find the proposed first amendment to the 2014-2015 General Fund budget and School Service Fund budget (Food Services Program and Community Services). This amendment aligns our budgets with our most current information and expectations.

As in the past, the general fund budget is shown in total and encompasses all federal and state programs ("restricted funding sources") that are included in the general fund. Additionally, I have included a breakout that segregates the "restricted" funding sources from the "unrestricted" funding sources. Separate breakouts are included for federal programs, state programs, and local restricted grants. This level of detail provides greater clarity as to what circumstances are actually impacting our bottom line fund equity.

As you are aware, it is our unrestricted budget that determines whether we will contribute to, or spend down, our fund equity. All "restricted" state and federal grants have no bottom line fund equity impact on our operation because revenues always match expenditures. A detailed breakdown of every grant included in the restricted funding sources is included as an attachment to the budget.

Please remember that the information contained in the attached budgets is still subject to change. At the present time, the state revenue picture for this current fiscal year looks stable. The state ended its prior fiscal year with an expected surplus, and initial reports are suggesting that the January revenue consensus will show state revenues coming in as expected, with surpluses available in both the 2015 and 2016 state fiscal year. What the state ultimately does with these projected surpluses is yet to be seen. Because of these projected surpluses, there is no threat of a mid-year funding pro-ration and the revenue assumptions regarding state funding remain solid. We will monitor the state's financial position closely and look forward to seeing the Governor's budget plan that will be presented sometime in February. This will give us some idea as to what may be in store for the 2016 fiscal year.

One major revenue assumption that could still change in 2015 however is the student count. Due to the state's change in the manner students are counted for funding purposes, TCAPS (as well as all other districts across the state) will not know its final student count for funding purposes until February. Our projected student count for funding purposes is shown in detail on page 2 of the budget amendment.

Keeping in mind that these numbers can still change, the following is a look at what the current general fund amendment shows.

You can see from the budget documents that our amended budgeted shortfall is greater than the original shortfall by \$527,826 with a current shortfall of \$2.0 million budgeted versus the original shortfall of \$1.5 million. Detail explanations of the reasons for the budget variances that contribute to this deteriorating position are provided on page 4 of the budget amendment.

From a high level perspective, the items that contributed to this variance include:

- One-time revenue enhancements of approximately \$361,000
- A 34 student decrease from the original budget offset with teacher contingencies netted a savings of approximately \$49,000.
- One-time expenditures of approximately \$592,000
- Special Education accommodations of \$150,000
- Health care mandates of \$50,000
- Transportation requirements of \$150,000

It is important to note that while the budgeted shortfall is approximately \$2.0 million, due to normal and expected positive budget variances, I am projecting an actual shortfall of approximately \$500,000. I believe this is a conservative and worst case scenario. That said, the shortfall noted will leave our district with total fund equity of approximately \$6.0 million (approximately 6.4%) at June 30 of this year, which will be below the board-established target of 10%.

Our district has been responsible in the intentional spend down of fund equity to help soften budget reductions due to major funding reductions and large increases in retirement and health costs over the years. This year will represent the eighth consecutive year of using fund equity to balance operations. It is the board's goal to be in a structurally balanced position moving into the 2016 fiscal year and to begin to move the district back to a fiscally responsible fund balance position of 10%. This means that any and all new costs must be covered by either new revenues or further budget reductions.

In addition to the general fund, we have also included amendments to the School Service Funds. School Service funds include the Community Service fund and the Food Service fund. The Community Service fund accounts for the activities associated with the district's

fee for service childcare programs as well as the LEAP program. The Food Service fund accounts for all activities related to the school nutrition program.

The amendments to both of these funds include detailed explanations of the reasons for the line item budget adjustments. From a high level perspective, the amendments are not unexpected and are a direct result of the district's expectation that all funds be self-supportive and not rely on the general fund for support.

The Food Service program operated with a structural shortfall of approximately \$225,000 in the 2014 fiscal year. In order to correct this shortfall, the Food Service department developed a two year plan to return the program to a balanced position. The budget presented here represents year one of the plan and shows that \$150,000 of the \$225,000 shortfall has been eliminated. The Food Service program is expected to be structurally balanced by the end of the 2016 fiscal year.

As always, we will keep you informed of any new developments. If major changes occur prior to the end of this year, we will be back with another budget amendment to the current year budget. Otherwise, you can expect our final amendment to be presented with our 2016 original budget to the full Board of Education in June.

An appropriate motion to adopt these amendments would be:

**Moved by \_\_\_\_\_, Supported by \_\_\_\_\_, to approve Amendment I to the 2014-2015 General Fund Budget and Amendment I to the 2014-2015 School Service Funds budget (Food Services and Community Services), as attached.**

<b>Traverse City Area Public Schools</b>
<b>General Fund Budget</b>
<b>For the Fiscal Years Ending June 30</b>

Revenue	2014-2015 Original	2014-2015 Amend 1*	Variance*
Local Restricted and Unrestricted	33,293,704	34,374,176	1,080,472
State Unrestricted	44,088,515	43,306,994	(781,521)
State Restricted	5,219,023	8,876,920	3,657,897
Federal Restricted	1,776,500	2,250,209	473,709
Incoming Transfers/Other	3,165,142	3,267,181	102,039
<b>Total Revenues</b>	<b>87,542,884</b>	<b>92,075,480</b>	<b>4,532,596</b>

<b>Expenditures</b>			
<b>Instruction</b>			
Basic Instruction	44,945,087	47,221,900	2,276,813
Added Needs	9,182,597	9,776,059	593,462
<b>Total Instruction</b>	<b>54,127,684</b>	<b>56,997,959</b>	<b>2,870,275</b>
<b>Support</b>			
Pupil	2,888,401	3,268,679	380,278
Instructional Staff	4,399,273	4,870,622	471,349
General Administration	474,962	599,200	124,238
School Administration	6,114,848	6,538,989	424,141
Business Services	1,665,900	1,676,050	10,150
Operations and Maintenance	8,903,705	9,006,394	102,689
Pupil Transportation	5,447,951	5,647,576	199,625
Central Services	2,742,230	2,866,078	123,848
Student Support Services	1,852,813	2,012,098	159,285
<b>Total Support Services</b>	<b>34,490,083</b>	<b>36,485,686</b>	<b>1,995,603</b>
Community Services	79,555	240,718	161,163
Other Uses - Outgoing Transfers & Other	313,029	346,410	33,381
<b>Total Expenditures</b>	<b>89,010,351</b>	<b>94,070,773</b>	<b>5,060,422</b>
Excess Revenue/(Expenditures)	(1,467,467)	(1,995,293)	(527,826)
Fund Balance - July 1	6,518,737	6,518,737	0
Fund Balance - June 30	5,051,270	4,523,444	(527,826)
Less Non-Spendable and Assigned	1,482,091	1,477,671	(4,420)
<b>Unassigned Fund Balance</b>	<b>3,569,179</b>	<b>3,045,773</b>	<b>(523,406)</b>

<b>Fund Equity Non-Spendable and Assigned</b>			
Non-Spendable for Inventories	50,000	50,000	0
Non-Spendable for Prepaids	100,000	100,000	0
Assigned for Unrestricted "At Risk" Activities	0	0	0
Assigned for Curriculum Development	0	0	0
Assigned for Building Carryover	432,091	427,671	(4,420)
Assigned for Department Carryover	0	0	0
Assigned for Building Staff Carryover	0	0	0
Assigned for Computer Notes and Leases	0	0	0
Assigned for Severance Pay	900,000	900,000	0
Assigned for Building Supplies	0	0	0
Assigned for Budget Stabilization	0	0	0
<b>Total Fund Equity Non-Spendable and Assigned</b>	<b>1,482,091</b>	<b>1,477,671</b>	<b>(4,420)</b>

\* Please see attached pages for detailed breakdown of budget and explanation of fluctuations.

**Traverse City Area Public Schools  
Foundation Allowance Analysis  
December 31, 2014**

<b>Calculation of Projected FTE Students</b>			<b>2,015</b>	<b>2014</b>
February Student Count (projected 2015)	9,931	10%	993	996
October Student Count (actual)	10,010	90%	9,009	9,066
<b>Total Fiscal year FTE</b>			<b>10,002</b>	<b>10,062</b>

<b>Total Foundation Allowance Calculation</b>		<b>2,015</b>	<b>2014</b>
Total Fiscal year FTE		10,002	10,062
Foundation Amount per Student		7,126	\$7,026
<b>Total Foundation Allowance</b>		<b>71,274,252</b>	<b>\$70,695,612</b>

<b>State and Local Portion of Foundation</b>		<b>Current Year</b>	<b>Prior Year</b>
non-Principal Residence Exemption		1,739,861,067	1,711,674,578
18 mills		0.0180	0.0180
<b>Local Portion of Foundation</b>		<b>31,317,499</b>	<b>30,810,142</b>
<b>State Portion of Foundation</b>		<b>39,956,753</b>	<b>39,885,470</b>

<b>Traverse City Area Public Schools General Fund Budget - Unrestricted Revenues For the Fiscal Years Ending June 30</b>				
<b>Revenue</b>	2014-2015 Original	2014-2015 Amend 1*	Variance	Note
Local Unrestricted	33,222,824	34,269,992	1,047,168	1
State Unrestricted	44,088,515	43,306,994	(781,521)	2
State Restricted	2,402,187	4,733,398	2,331,211	3
Federal Restricted	5,354	5,354	0	
Incoming Transfers/Other	2,811,689	2,871,088	59,399	
<b>Total Revenues</b>	<b>82,530,569</b>	<b>85,186,826</b>	<b>2,656,257</b>	

<b>Expenditures</b>				
<b>Instruction</b>				
Basic Instruction	44,029,122	45,576,220	1,547,098	4
Added Needs	6,808,127	7,040,525	232,398	5
<b>Total Instruction</b>	<b>50,837,249</b>	<b>52,616,745</b>	<b>1,779,496</b>	
<b>Support</b>				
Pupil	2,429,857	2,624,466	194,609	6
Instructional Staff	3,483,919	3,569,698	85,779	7
General Administration	474,962	599,200	124,238	8
School Administration	6,114,848	6,538,989	424,141	9
Business Services	1,665,900	1,676,050	10,150	
Operations and Maintenance	8,855,325	8,958,014	102,689	10
Pupil Transportation	5,317,828	5,493,907	176,079	11
Central Services	2,741,980	2,848,728	106,748	12
Student Support Services	1,848,883	2,007,428	158,545	13
<b>Total Support Services</b>	<b>32,933,502</b>	<b>34,316,480</b>	<b>1,382,978</b>	
Community Services	0	0	0	
Other Uses - Outgoing Transfers & Other	227,285	248,894	21,609	
<b>Total Expenditures</b>	<b>83,998,036</b>	<b>87,182,119</b>	<b>3,184,083</b>	
Excess Revenue/(Expenditures)	(1,467,467)	(1,995,293)	(527,826)	
Fund Balance - July 1	6,518,737	6,518,737	0	
Fund Balance - June 30	5,051,270	4,523,444	(527,826)	
Less Non-Spendable and Assigned	1,482,091	1,477,671	(4,420)	
<b>Unassigned Fund Balance</b>	<b>3,569,179</b>	<b>3,045,773</b>	<b>(523,406)</b>	

<b>Fund Equity Non-Spendable and Assigned</b>				
Non-Spendable for Inventories	50,000	50,000	0	
Non-Spendable for Prepaids	100,000	100,000	0	
Assigned for Unrestricted "At Risk" Activities	0	0	0	
Assigned for Curriculum Development	0	0	0	
Assigned for Building Carryover	432,091	427,671	(4,420)	
Assigned for Department Carryover	0	0	0	
Assigned for Building Staff Carryover	0	0	0	
Assigned for Computer Notes and Leases	0	0	0	
Assigned for Severance Pay	900,000	900,000	0	
Assigned for Building Supplies	0	0	0	
Assigned for Budget Stabilization	0	0	0	
<b>Total Fund Equity Non-Spendable and Assigned</b>	<b>1,482,091</b>	<b>1,477,671</b>	<b>(4,420)</b>	

**Traverse City Area Public Schools  
General Fund Budget - Variance Explanation  
For the Fiscal Years Ending June 30**

- (1) Variance is the result of adjusting state and local funding related to the foundation allowance and adjusting for the increase in tuition from the exchange program.
- (2) Variance is the result of adjusting state and local funding related to the foundation allowance as well as adjusting for a decrease of 34 students from the original budget. These negative variances were partially offset due to an adjustment in the section 147a MPSERS allocation and by a one-time payment of 13/14 Best Practice funds.
- (3) Variance is the result of adjustments in sections 147c and 147d MPSERS allocations.
- (4) Variance is the result of several factors; \$1,000,000 is from charging the actual retirement rate that is "bought down" with MPSERS categorical revenues, \$200,000 is from adjusting the budget to cover online, dual enrollment, and connection academy tuition, \$50,000 is from adjusting the international tuition budget, and the remaining \$300,000 is the result of updating the budget for building certified staff carryover from fiscal year 2014.
- (5) Variance is the result of charging the actual retirement rate that is "bought down" with MPSERS categorical revenues as well as increasing the budget to support the increasing needs of our special education population.
- (6) Variance is the result of charging the actual retirement rate that is "bought down" with MPSERS categorical revenues, increasing the budget to support the needs in our nursing department, as well as buildings using a portion of their assigned fund balance to offset budget reductions.
- (7) Variance is the result of charging the actual retirement rate that is "bought down" with MPSERS categorical revenues.
- (8) Variance is the result of charging the actual retirement rate that is "bought down" with MPSERS categorical revenues as well as adjusting the Interim Superintendent savings to the proper functions.
- (9) Variance is the result of charging the actual retirement rate that is "bought down" with MPSERS categorical revenues, sites purchasing additional administrative FTE, and accounting for actual staff placement.
- (10) Variance is the result of charging the actual retirement rate that is "bought down" with MPSERS categorical revenues.
- (11) Variance is the result of charging the actual retirement rate that is "bought down" with MPSERS categorical revenues as well as increasing the budget to support 504 accommodations and special education transportation.
- (12) Variance is the result of charging the actual retirement rate that is "bought down" with MPSERS categorical revenues as well as updating the budget for carryover funds from the student accounting implementation.
- (13) Variance is the result of adjusting the international tuition budget for updated student FTE.

<b>Traverse City Area Public Schools</b>				
<b>General Fund Budget - Restricted Local Funds</b>				
<b>For the Fiscal Years Ending June 30</b>				
<b>Revenue</b>	2014-2015 Original	2014-2015 Amend 1*	Variance	Note
Local Restricted	70,880	104,184	33,304	14
State Unrestricted			0	
State Restricted			0	
Federal Restricted			0	
Incoming Transfers/Other	353,453	396,093	42,640	14
<b>Total Revenues</b>	<b>424,333</b>	<b>500,277</b>	<b>75,944</b>	
<b>Expenditures</b>				
<b>Instruction</b>				
Basic Instruction	22,500	69,000	46,500	14
Added Needs	109,570	101,644	(7,926)	14
<b>Total Instruction</b>	<b>132,070</b>	<b>170,644</b>	<b>38,574</b>	
<b>Support</b>				
Pupil	0	8,070	8,070	14
Instructional Staff	239,953	212,319	(27,634)	14
General Administration			0	
School Administration			0	
Business Services			0	
Operations and Maintenance	48,380	48,380	0	
Pupil Transportation	0	15,900	15,900	14
Central Services	0	14,600	14,600	14
Student Support Services	3,930	4,670	740	14
<b>Total Support Services</b>	<b>292,263</b>	<b>303,939</b>	<b>11,676</b>	
Community Services	0	21,963	21,963	14
Other Uses - Outgoing Transfers & Other	0	3,731	3,731	14
<b>Total Expenditures</b>	<b>424,333</b>	<b>500,277</b>	<b>75,944</b>	
Excess Revenue/(Expenditures)	0	0	0	
Fund Balance - July 1	0	0	0	
Fund Balance - June 30	0	0	0	
Less Non-Spendable and Assigned	0	0	0	
<b>Unassigned Fund Balance</b>	<b>0</b>	<b>0</b>	<b>0</b>	

(14) These variances are the result of additional local grants awarded subsequent to our original budget adoption. See attached schedule for detail of all local restricted grants currently operated by TCAPS.

<b>Traverse City Area Public Schools</b>				
<b>General Fund Budget - Restricted State Funds</b>				
<b>For the Fiscal Years Ending June 30</b>				
<b>Revenue</b>	2014-2015 Original	2014-2015 Amend 1*	Variance	Note
Local Restricted			0	
State Unrestricted			0	
State Restricted	2,816,836	4,143,522	1,326,686	15
Federal Restricted			0	
Incoming Transfers/Other			0	
<b>Total Revenues</b>	<b>2,816,836</b>	<b>4,143,522</b>	<b>1,326,686</b>	
<b>Expenditures</b>				
<b>Instruction</b>				
Basic Instruction	891,885	1,570,081	678,196	15
Added Needs	1,109,232	1,412,758	303,526	15
<b>Total Instruction</b>	<b>2,001,117</b>	<b>2,982,839</b>	<b>981,722</b>	
<b>Support</b>				
Pupil	399,367	525,855	126,488	15
Instructional Staff	265,538	377,374	111,836	15
General Administration			0	
School Administration			0	
Business Services			0	
Operations and Maintenance			0	
Pupil Transportation	108,757	127,334	18,577	15
Central Services			0	
Student Support Services			0	
<b>Total Support Services</b>	<b>773,662</b>	<b>1,030,563</b>	<b>256,901</b>	
Community Services	17,057	105,120	88,063	15
Other Uses - Outgoing Transfers & Other	25,000	25,000	0	
<b>Total Expenditures</b>	<b>2,816,836</b>	<b>4,143,522</b>	<b>1,326,686</b>	
Excess Revenue/(Expenditures)	0	0	0	
Fund Balance - July 1	0	0	0	
Fund Balance - June 30	0	0	0	
Less Non-Spendable and Assigned	0	0	0	
<b>Unassigned Fund Balance</b>	<b>0</b>	<b>0</b>	<b>0</b>	

(15) These variances are the result of fully implementing state restricted programs once final numbers became known. These grants include the At-Risk grant and the At-Risk carryover, Great Start Readiness Program, and others. Please see attached schedule for detail of all state programs currently operated by TCAPS.

<b>Traverse City Area Public Schools General Fund Budget - Restricted Federal Funds For the Fiscal Years Ending June 30</b>				
<b>Revenue</b>	2014-2015 Original	2014-2015 Amend 1*	Variance	Note
Local Restricted			0	
State Unrestricted			0	
State Restricted			0	
Federal Restricted	1,771,146	2,244,855	473,709	16
Incoming Transfers/Other			0	
<b>Total Revenues</b>	<b>1,771,146</b>	<b>2,244,855</b>	<b>473,709</b>	
<b>Expenditures</b>				
<b>Instruction</b>				
Basic Instruction	1,580	6,599	5,019	16
Added Needs	1,155,668	1,221,132	65,464	16
<b>Total Instruction</b>	<b>1,157,248</b>	<b>1,227,731</b>	<b>70,483</b>	
<b>Support</b>				
Pupil	59,177	110,288	51,111	16
Instructional Staff	409,863	711,231	301,368	16
General Administration			0	
School Administration			0	
Business Services			0	
Operations and Maintenance			0	
Pupil Transportation	21,366	10,435	(10,931)	16
Central Services	250	2,750	2,500	16
Student Support Services			0	
<b>Total Support Services</b>	<b>490,656</b>	<b>834,704</b>	<b>344,048</b>	
Community Services	62,498	113,635	51,137	16
Other Uses - Outgoing Transfers & Other	60,744	68,785	8,041	16
<b>Total Expenditures</b>	<b>1,771,146</b>	<b>2,244,855</b>	<b>473,709</b>	
Excess Revenue/(Expenditures)	0	0	0	
Fund Balance - July 1	0	0	0	
Fund Balance - June 30	0	0	0	
Less Non-Spendable and Assigned	0	0	0	
<b>Unassigned Fund Balance</b>	<b>0</b>	<b>0</b>	<b>0</b>	

(16) These variances are the result of fully implementing federal restricted programs once final numbers became known. See the attached schedule for detail of all federal programs currently operated by

<b>Traverse City Public Schools</b> <b>School Service Fund - Food Services Program</b> <b>For the Fiscal Year Ending June 30,</b>
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Revenue	2014-2015 Original	2014-2015 Amend 1	Variance	Note
Local	2,485,011	2,454,966	(30,045)	1
State	186,941	251,333	64,392	2
Federal	2,477,898	2,455,701	(22,197)	1
Incoming Transfers	25,000	25,000	0	
<b>Total Revenues</b>	<b>5,174,850</b>	<b>5,187,000</b>	<b>12,150</b>	

Expenditures				
Salaries and Wages	1,528,546	1,508,152	(20,394)	3
Employee Benefits	710,147	807,676	97,529	4
Purchased Services	154,567	137,567	(17,000)	5
Supplies and Other	2,837,590	2,788,605	(48,985)	5
Capital Outlay	20,000	20,000	0	
Operating Transfer	0	0	0	
<b>Total Expenditures</b>	<b>5,250,850</b>	<b>5,262,000</b>	<b>11,150</b>	

<b>Revenues Over/(Under) Expenditures</b>	<b>(76,000)</b>	<b>(75,000)</b>	<b>1,000</b>	
<b>Beginning Fund Balance July 1</b>	<b>607,802</b>	<b>607,802</b>	<b>0</b>	
<b>Ending Fund Balance June 30</b>	<b>531,802</b>	<b>532,802</b>	<b>1,000</b>	

- (1) The variance is the result of updating revenue projections based on current meal participation.
- (2) The variance is the result of adjustments in sections 147c and 147d MPSERS allocations.
- (3) The variance is the result of adjusting labor hours to reflect current meal participation.
- (4) The variance is the result of charging the actual retirement rate that is "bought down" with MPSERS categorical revenues as well as adjusting the budget for census changes in health insurance.
- (5) The variance is the result of adjusting costs based on current meal participation.

**Traverse City Area Public Schools  
School Service Fund - Community Services  
For the Fiscal Years Ending June 30**

<b>Revenue</b>	2014-2015 Original	2014-2015 Amend 1	Variance	Notes
Local	2,426,500	2,471,000	44,500	
Federal Restricted	135,000	135,000	0	
Intermediate School District	0	0	0	
Incoming Transfers/Other (Sponsorship Revenue)	199,959	226,349	26,390	
<b>Total Revenues</b>	<b>2,761,459</b>	<b>2,832,349</b>	<b>70,890</b>	

<b>Expenditures</b>				
Salaries and Wages	1,433,481	1,425,335	(8,146)	
Employee Benefits	906,766	975,712	68,946	
Purchased Services	200,207	215,926	15,719	
Supplies and Other	192,342	226,767	34,425	
Capital Outlay	10,000	18,930	8,930	
Transfer to General Fund and Other	7,649	8,167	518	
<b>Total Expenditures</b>	<b>2,750,445</b>	<b>2,870,837</b>	<b>120,392</b>	
<b>Revenue Over/(Under) Expenditures</b>	<b>11,014</b>	<b>(38,488)</b>	<b>(49,502)</b>	
<b>Beginning Fund Balance July 1</b>	<b>583,234</b>	<b>583,234</b>	<b>0</b>	
<b>Ending Fund Balance June 30</b>	<b>594,248</b>	<b>544,746</b>	<b>(49,502)</b>	

**NOTE: This schedule combines Childcare, LEAP, and Community Service Federal Restricted Funds.**

<b>Traverse City Area Public Schools</b> <b>School Service Fund - Community Services - Childcare Programs</b> <b>For the Fiscal Years Ending June 30</b>
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Revenue	2014-2015 Original	2014-2015 Amend 1	Variance	Notes
Local	2,186,500	2,211,500	25,000	1
Federal			0	
Intermediate School District			0	
Incoming Transfers/Other (Sponsorship Revenue)	29,959	33,849	3,890	
<b>Total Revenues</b>	<b>2,216,459</b>	<b>2,245,349</b>	<b>28,890</b>	

Expenditures				
Salaries and Wages	1,203,801	1,197,200	(6,601)	2
Employee Benefits	781,382	830,687	49,305	2
Purchased Services	62,082	67,050	4,968	2
Supplies and Other	154,780	175,500	20,720	2
Capital Outlay	0	0	0	
Transfer to General Fund and Other	3,400	3,400	0	
<b>Total Expenditures</b>	<b>2,205,445</b>	<b>2,273,837</b>	<b>68,392</b>	
<b>Revenue Over/(Under) Expenditures</b>	<b>11,014</b>	<b>(28,488)</b>	<b>(39,502)</b>	
<b>Beginning Fund Balance July 1</b>	<b>503,006</b>	<b>503,006</b>	<b>0</b>	
<b>Ending Fund Balance June 30</b>	<b>514,020</b>	<b>474,518</b>	<b>(39,502)</b>	

### Variance Explanations

**Note 1:** Variance is the result of adjusting revenue generated from Childcare program offerings and participation.

**Note 2:** Variance is the result of fully implementing Childcare program offerings.

<b>Traverse City Area Public Schools</b> <b>School Service Fund - Community Services - Learning, Enrichment and Athletic Program</b> <b>For the Fiscal Years Ending June 30</b>
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Revenue	2014-2015 Original	2014-2015 Amend 1	Variance	Notes
Local	240,000	259,500	19,500	1
Federal			0	
Intermediate School District			0	
Incoming Transfers/Other (Sponsorship Revenue)	170,000	192,500	22,500	1
<b>Total Revenues</b>	<b>410,000</b>	<b>452,000</b>	<b>42,000</b>	
<b>Expenditures</b>				
Salaries and Wages	169,440	166,947	(2,493)	1
Employee Benefits	91,088	107,638	16,550	1
Purchased Services	113,310	128,360	15,050	1
Supplies and Other	26,162	45,325	19,163	1
Capital Outlay	10,000	13,730	3,730	1
Transfer to General Fund and Other	0	0	0	
<b>Total Expenditures</b>	<b>410,000</b>	<b>462,000</b>	<b>52,000</b>	
<b>Revenue Over/(Under) Expenditures</b>	<b>0</b>	<b>(10,000)</b>	<b>(10,000)</b>	
<b>Beginning Fund Balance July 1</b>	<b>80,228</b>	<b>80,228</b>	<b>0</b>	
<b>Ending Fund Balance June 30</b>	<b>80,228</b>	<b>70,228</b>	<b>(10,000)</b>	

#### Variance Explanations

**Note 1:** Variance is the result of fully implementing LEAP offerings.

<b>Traverse City Area Public Schools</b> <b>School Service Fund - Community Services - Restricted Federal Funds</b> <b>For the Fiscal Years Ending June 30</b>
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Revenue	2014-2015 Original	2014-2015 Amend 1	Variance	Notes
Local			0	
Federal	135,000	135,000	0	1
Intermediate School District			0	
Incoming Transfers/Other (Sponsorship Revenue)			0	
<b>Total Revenues</b>	<b>135,000</b>	<b>135,000</b>	<b>0</b>	
<b>Expenditures</b>				
Salaries and Wages	60,240	61,188	948	1
Employee Benefits	34,296	37,387	3,091	1
Purchased Services	24,815	20,516	(4,299)	1
Supplies and Other	11,400	5,942	(5,458)	1
Capital Outlay	0	5,200	5,200	1
Transfer to General Fund and Other	4,249	4,767	518	1
<b>Total Expenditures</b>	<b>135,000</b>	<b>135,000</b>	<b>0</b>	
<b>Revenue Over/(Under) Expenditures</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Beginning Fund Balance July 1</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Ending Fund Balance June 30</b>	<b>0</b>	<b>0</b>	<b>0</b>	

### Variance Explanations

**Note 1:** These variances are the result of fully implementing federal restricted programs once final numbers became known. See the attached schedule for detail of all federal programs currently operated by TCAPS.

## Federal Grants Summary for Fiscal Year 2014-2015

Restricted Federal Funds (14)	Allocation
IDEA Pre-School Incentives	\$ 61,856.00
State Match Grant - PE Nut (Oct-Jun)	\$ 70,000.00
Title I	\$ 1,205,791.00
Title I Carryover	\$ 144,357.00
Title II Part A	\$ 428,254.00
Title II Part A Carryover	\$ 185,428.00
Title III LEP	\$ 22,704.00
Title III LEP Carryover	\$ 3,932.00
Title IX Indian Education	\$ 61,619.00
Title X McKinney Vento (Homeless Assistance)	\$ 58,299.00
Title X McKinney Vento (Homeless Assistance) Carryover	\$ -
Transition Special Ed	\$ 2,615.00

Total: \$ 2,244,855.00

## State Grants Summary for Fiscal Year 2014-2015

Restricted State Funds (13)	Allocation
At Risk	\$ 1,500,000.00
At Risk Carryover	\$ 579,777.00
Great Start Readiness Program	\$ 1,508,000.00
Great Start Readiness Program Carryover	\$ 184,672.00
Tech Infrastructure 22i	\$ 231,054.00
Vocational Education	\$ 51,685.00
First Robotics	\$ 15,500.00
Early College (Transfer Articulation Grant)	\$ 72,834.00

Total: \$ 4,143,522.00

### Local Grants Summary for Fiscal Year 2014-2015

Restricted Local Funds (12)	Allocation
GTB ActivBoard Carryover	\$ 214.00
GTB Assembly Carryover	\$ 300.00
GTB Enrichment - Old Mission Carryover	\$ 1,101.00
GTB Gender Equity Carryover	\$ 4,871.00
GTB Homeless	\$ -
GTB Homeless Carryover	\$ 7,770.00
GTB Indian Education	\$ 100,000.00
GTB Indian Education Carryover	\$ 5,661.00
GTB Special Ed Swimming Carryover	\$ 3,543.00
GTB Tribal Flags - West Middle School Carryover	\$ 580.00
GTB Boots for Kids	\$ -
GTB - Sci Ma Tech	\$ 4,000.00
Learning Points #1 Carryover	\$ 14,994.00
Way to Grow - Matching	\$ 13,640.00
Front Street Writers	\$ 70,880.00
IB Kellogg	\$ 268,053.00
IB Kellogg Yr2	
Youth Corps	\$ 4,670.00

Total: \$ 500,277.00

### Community Service Grants Summary for Fiscal Year 2014-2015

Restricted Community Service Funds (2F)	Allocation
21st Century CLC	\$ 135,000.00

Total: \$ 135,000.00

### Food Service Grants Summary for Fiscal Year 2014-2015

Restricted Federal Funds (25)	Allocation
Fresh Fruit & Vegetable - TH	\$ 12,650.00

Total: \$ 12,650.00