



Lake
Orion
Community
Schools

LAKE ORION COMMUNITY SCHOOLS

BUDGET AMENDMENT #1

FISCAL YEAR 2021-22

Effective February 23, 2022



Lake Orion Community Schools Board of Education

Jim Weidman
Birgit McQuiston
Jake Singer
Steven Drakos
Scott Taylor
Susan Flaherty
Danielle Bresett

Superintendent of Schools
Ben Kirby

Assistant Superintendent of Teaching & Learning
Heidi Mercer

Assistant Superintendent of Human Resources
Rick Arnett

Assistant Superintendent of Business & Finance
John Fitzgerald

LAKE ORION COMMUNITY SCHOOLS

Budget Amendment #1 - Fiscal Year 2021-22

EXECUTIVE SUMMARY

(As Presented by Fund)

FUNDING SOURCE OVERVIEW INFORMATION:

Operational funding for Lake Orion Community Schools is categorized into five broad revenue sources. The five types of revenue sources are local source, state source, federal source, payments from other public schools and other financing source revenues. Local source revenues include locally levied property taxes, program-based fees, and investment revenues. State source revenues include state aid foundation allowance funds, categorical funding, and other state funded grants. Federal source revenues are comprised of federally issued grants. Payments from other public schools & governmental entities include public school tuition, ISD collected millage taxes, and Medicaid related revenue. Other financing source revenue examples include operating transfers between funds, indirect revenues, bond proceeds and fund modifications.

EXPENDITURE OVERVIEW INFORMATION:

Operational expenditures fall into three broad function-based categories as defined by the Michigan Public School Accounting Manual. The first category is Instruction. Instruction includes the activities dealing directly with the teaching of pupils or the interaction between teacher and pupil. The second category is Support Services. Support Services are services which provide administrative, technical (such as guidance and health), and logistical support to facilitate and enhance instruction and to a lesser degree community service. Support services exist as adjuncts for the fulfillment of the objectives of instruction. The third category is Community Services. Community Services consist of those activities that are not directly related to providing education for pupils in a school system. Examples would include services provided by the school system for the community as a whole or some segment of the community, such as community recreation programs, civic activities, public libraries, and programs of custody and care of children, and community welfare activities. Each category of function-based expenditures is further broken down into seven additional cost pools. These include salary & wages, fringe benefits, purchased services, supplies & materials, capital outlay, other expenditures, and outgoing transfers.

WHAT'S NEW?

The "What's New?" section of this document highlights significant additions, reductions or other changes pertaining to budgetary, financial, and operational structural changes for the district. The following pages will contain fund specific information and data related to the following:

- State Aid Categorical section 147c (1) revenue and offsetting expenditure budgets have been adjusted reflecting this year's district allocation of \$7,901,333. The adopted budget for section 147c (1) was based on the prior year's funding level. Offsetting section 147c (1) MPSERS expenditures have been adjusted in multiple functional expenditure budgets. Salary and wage expenditures drive the allocation of the offsetting costs. Larger allocations of this cost are recognized in the "Basic Programs and Added Needs" functions because of the concentrations of professional salaries contained in these areas.
- The Transportation function has been increased by \$1.1 million reflecting the planned lease buy-out purchase of 16 General and Special Education buses.
- The General Fund's beginning fund balance has been adjusted to reflect the actual audited ending fund balance on June 30, 2021. The budgeted ending fund balance of the General Fund is now at 9.6% of gross FY2021-22 budgeted expenditures and transfers and 10.37% of the budgeted expenditures and transfers net of the section 147c pass through expenditures.

FUND BALANCE BUDGET CHANGES:

The budgeted fiscal year 2021-22 beginning and ending fund balances have been adjusted to reflect the fiscal year 2020-21 year-end actual audited fund balance plus the operational revenue and expenditure budget changes included in this document. Commentary on fund balance changes between the adopted budgets and the amended budgets are summarized below:

General Fund:

The amendment #1 budget establishes an operating surplus of \$296,929 which is decreased by \$(1,835) from the adopted budget. The Fund Balance chart below depicts the change process in this amendment. The amendment #1 projected total fund balance represents 9.6% of total budgeted expenditures and transfers. The total amendment #1 ending fund balance is budgeted at \$8,921,426.

	<u>Adopted Budget</u>	<u>Amend #1 Budget</u>
Non-spendable Fund Balance:	\$	\$ 405,739
Fund Balance:	<u>\$8,306,259</u>	<u>\$8,515,687</u>
Total Fund Balance:	\$8,605,023	\$8,921,426

REVENUE BUDGET CHANGES:

During the course of any fiscal year, the district's funds will experience several revenue budget changes. With respect to this "Executive Summary" document and the analysis that has gone into it, we will be presenting discussion on the "significant" budget changes. We continue to define "significant" to mean a change in the revenue line-item total of \$100,000 or more. In addition to the "significant" budget changes, items of particular interest may also be presented regardless of the magnitude of the change.

General Fund (110 – 190):

The General Fund revenue budget increased by a net \$2,657,150 or 2.92 %. The new total revenue budget is \$93,690,335. The following information represents the breakdown of the significant changes by revenue source for the General Fund.

Local Sources:

Local Source revenue has increased by a net \$352,838 to \$10,803,143. Local Source revenue represents 11.5% of the total General Fund revenue. The increase is primarily comprised of an increase in the insurance reimbursement revenue budget.

State Sources:

State Source revenue has increased by a net \$1,416,976 to \$69,805,186. State Source revenue represents 74.5% of the total General Fund revenue. The net increase of \$1,416,976 in the State Source revenue budgets primarily reflects the General Funds section 147c pass through revenue increase of \$1,304,435 over the adopted budget and a net increase of \$112,541 in multiple other State Source revenue line adjustments.

Federal Sources:

Federal Source revenue has increased by \$482,557 to \$5,870,184. Federal Source revenue represents 6.3% of General Fund revenue. The \$482,557 net increase in Federal Source revenue primarily reflects a \$376,178 increase in our Head Start and Early Head Start grant funds and a \$106,379 increase involving multiple other Federal Source revenue line adjustments.

ISD and Medicaid Sources - Payments from other Public Schools:

Intermediate School District (ISD) and Medicaid source revenues have increased by a net \$315,607 from the adopted budget to \$6,664,650. ISD Source revenue represents 7.2% of the total General Fund revenue. The net increase of \$315,607 in the revenue budgets reflects an increase of \$210,000 in the district's allocation of PA18 revenue plus \$105,607 of multiple other ISD Source revenue line adjustments.

Other Financing Sources:

Other Financing Source revenue budget increased by a net \$89,172 from the adopted budget to \$547,172. Other Financing Source revenue represents 0.53% of the total General Fund revenue.

EXPENDITURE BUDGET CHANGES:

During the course of any fiscal year the district's funds will experience several expenditure budget changes. With respect to this "Executive Summary" document and the analysis that has gone into it, we will be presenting discussion on the "significant" budget changes. We continue to define "significant" to mean a change in the revenue line-item total of \$100,000 or more. In addition to the "significant" budget changes, items of particular interest may also be presented regardless of the magnitude of the change.

General Fund (110 – 190):

Total budgeted expenditures and operating transfers-out have increased by a net \$2,658,985 or 2.9% to a new total budget of \$93,393,406. The following information represents the breakdown of significant expenditure budget changes for the General Fund.

Instruction – Basic Programs & Added Needs:

The Instruction Basic Programs & Added Needs functional expenditure budgets have increased by a net \$1,396,788 or 2.45% to \$58,416,821. The increase of \$1,396,788 in the expenditure budgets primarily reflects a net increase of \$384,690 in staffing related cost changes, a net increase of \$904,511 in the section 147c MPSERS rate stabilization expenditure, a net increase of \$514,977 in supplies and services and a net decrease of \$(407,390) reflecting multiple wage and other expenditure line item adjustments.

Support Services – Pupil Support Services:

The Pupil Support Services functional expenditure budgets have increased by a net \$653,852 or 9.3% to \$7,722,604. The net increase of \$653,852 primarily reflects staffing changes and the increase in section 147c expenditures.

Support Services – Technology Assisted Instruction:

The Technology Assisted Instruction functional expenditure budgets have decreased by a net \$(202,248) or (46.3)% to \$234,187. The net decrease primarily reflects the reduction in a grant funded supply line item of \$(213,015). Funding was reallocated to multiple other functional line items, outside of the Technology Assisted Instruction function.

School Administration:

The School Administration functional expenditure budgets have decreased by a net \$(185,230) or (3.7)% to \$4,799,813. The net decrease of \$(185,230) in the School Administration function reflects reductions in multiple expenditure accounts, including but not limited to, wage, benefit, and purchase service line items.

Business Services:

The Business Services functional expenditure budgets have increased by a net \$134,747 or 13.9% to \$1,098,782. The net increase primarily reflects the added cost of our Shared Time Services partner fees.

Operations & Maintenance:

The Operations & Maintenance functional expenditure budgets have decreased by a net \$(540,264) or (8.6)% to \$5,731,668. The net decrease of \$(540,264) primarily reflects the reclassing of the phone budget to Technology \$(126,000), the addition of a \$254,000 insurance funded expenditure budget related to the flood repairs at Scripps Middle School, the re-allocation of grant funding originally (tentatively) assigned to the O&M function in the amount of \$(615,000) and multiple other minor expenditure line-item adjustments.

Transportation Services:

The Transportation Services functional expenditure budgets have increased by a net \$1,295,999 or 32.6% to \$5,266,249. The net increase in the Transportation function primarily reflects the \$1,117,800 planned lease buy-out purchase of five (5) GE 77 passenger buses, five (5) GE 84 passenger buses, and six (6) rear lift special needs buses plus multiple other minor expenditure line item adjustments.

Other District Funds in this Amendment:

The following District funds' revenue and expenditure budgets have been adjusted to reflect year-end final expectations:

- Pine Tree Center ASD Program Special Revenue Fund – 220
 - Operating budget adjustments contained herein are based on the FY2022 final ISD approved center program budget.
- Pine Tree Center SEI Program Special Revenue Fund – 221
 - Operating budget adjustments contained herein are based on the FY2022 final ISD approved center program budget.
- Community Services Special Revenue Fund – 230
 - Revenue increased by \$1,034,308 to a revised budget of \$3,411,868
 - Expenditures increased by \$212,842 to a revised budget of \$2,498,516
 - The Early Childhood program was recently awarded a Childcare Stabilization grant in the amount of \$1,032,318. The grant will be used to reimburse prior period costs and will ultimately rebuild the fund balance.
 - Recent changes in the teaching model utilized in the Early Childhood group have increased healthcare operating costs as reflected.
- Food Service Special Revenue Fund – 250
 - Revenue increased by \$100,000 to a revised budget of \$2,632,000
 - Expenditures decreased by \$(117,761) to a revised budget of \$2,384,690
 - The Food Service Fund revenue and expenditure budgets have been adjusted to reflect our current expectations for the balance of the year.



Lake Orion Community Schools

General Fund (110 - 190)

Fiscal Year 2021-22 Budget Amendment 1 - February 23, 2022

	<u>Adopted Budget</u>	<u>Proposed Amendments</u>	<u>Amended Budget</u>	<u>% Chg</u>	<u>Explanations</u>
REVENUE					
Local Revenue	\$ 10,450,305	352,838	\$ 10,803,143	3.38%	A
State Revenue	68,388,210	1,416,976	69,805,186	2.07%	B
Federal Revenue	5,387,627	482,557	5,870,184	8.96%	C
ISD and Medicaid Sources	6,349,043	315,607	6,664,650	4.97%	D
Other Revenue	458,000	89,172	547,172	19.47%	
TOTAL REVENUE	<u>91,033,185</u>	<u>2,657,150</u>	<u>93,690,335</u>	<u>2.92%</u>	
EXPENDITURES					
<u>Instruction</u>					
Basic Programs	\$ 44,716,016	579,995	\$ 45,296,011	1.30%	E, F
Added Needs	12,304,017	816,793	13,120,810	6.64%	E, G
SUB TOTAL	57,020,033	1,396,788	58,416,821	2.45%	
<u>Support Services</u>					
Pupil Support Services	\$ 7,068,752	653,852	\$ 7,722,604	9.25%	E, H
Instructional Staff Support Services:					
Instruction Improvement	1,708,311	(87,650)	1,620,661	-5.13%	E
Educational Media Services	1,317,115	22,491	1,339,606	1.71%	E
Technology Assisted Instruction	436,435	(202,248)	234,187	-46.34%	E, I
Instructional Staff Supervision	683,992	72,894	756,886	10.66%	E
General Administration	1,560,787	(50,667)	1,510,120	-3.25%	E
School Administration	4,985,043	(185,230)	4,799,813	-3.72%	E, J
Business Services	964,035	134,747	1,098,782	13.98%	E, K
Operations and Maintenance	6,271,932	(540,264)	5,731,668	-8.61%	E, L
Transportation Services	3,970,250	1,295,999	5,266,249	32.64%	E, M
Communication Services	215,945	(1,300)	214,645	-0.60%	E
Human Resources	1,049,915	97,329	1,147,244	9.27%	E
Technology Services	1,849,284	(11,359)	1,837,925	-0.61%	E
Athletic Activities	1,282,412	25,029	1,307,441	1.95%	E
Community Services	151,267	38,574	189,841	25.50%	E
SUB TOTAL	33,515,475	1,262,197	34,777,672	3.77%	
OPERATING TRANSFERS-OUT					
Community & Debt Service Funds	\$ 198,913	-	\$ 198,913	0.00%	
TOTAL TRANSFERS	198,913	-	198,913	0.00%	
TOTAL EXPENDITURES	<u>90,734,421</u>	<u>2,658,985</u>	<u>93,393,406</u>	<u>2.93%</u>	
Revenues Over/(Under) Expenditures	<u>298,764</u>	<u>(1,835)</u>	<u>296,929</u>	<u>-0.61%</u>	
Beginning Fund Balance	8,306,259	318,238	8,624,497	3.83%	N
Ending Fund Balance	<u>8,605,023</u>	<u>316,403</u>	<u>8,921,426</u>	<u>3.68%</u>	
Fund Balance as a % of Expenditures	<u>9.5%</u>		<u>9.6%</u>		



Lake Orion Community Schools General Fund (110 - 190)

Fiscal Year 2021-22 Budget Amendment 1 - February 23, 2022

Explanations are provided below for amendments by function resulting in a net increase or decrease of \$100,000.

A	The net increase of \$352,838 in the Local Source revenue budgets primarily reflects 1) An increase of \$252,000 to the insurance revenue budget reflecting the insurance reimbursement from the recent flood at Scripps Middle School; 2) Multiple other local source revenue budget changes totaling a net increase of \$100,838.
B	The net increase of \$1,416,976 in the State Source revenue budgets primarily reflects 1) the increase in the General Fund's section 147c pass through revenue of \$1,304,435; 2) a net increase of \$112,541 reflecting multiple other State Source revenue line adjustments.
C	The \$482,557 net increase in Federal Source revenue primarily reflects 1) a \$376,178 net increase in Head Start and Early Head Start grant funds; 2) a net increase of \$106,379 reflecting multiple other Federal Source revenue line adjustments.
D	The net increase of \$315,607 in the ISD and Medicaid Source revenue budgets reflects (1) an increase of \$210,000 in the district's allocation of PA18 revenue; 2) a net increase of \$105,607 reflecting multiple other ISD Source revenue line adjustments.
E	Included in all of the district's operating budgets is a prorated share of the section 147c MPERS rate stabilization pass through revenue and corresponding expenditure budgets. The General Fund budget contains 94% of the section 147c budgets. The District's section 147c revenue and expenditure increase over the prior year level is \$1,421,470.87. Our total section 147c pass through revenue and expenditure for FY2022 is now \$7,901,333. Multiple revenue and expenditure budgets have been revised.
F	The net increase of \$579,995 in the Basic Programs expenditure budgets reflects (1) a net increase of \$904,511 in the section 147c MPERS rate stabilization expenditure; 2) a net decrease of \$(324,516) reflecting multiple wage and other expenditure line item adjustments.
G	The net increase of \$816,793 in the Added Needs expenditure budgets reflects (1) a net increase of \$384,690 in staffing cost changes; 2) a net increase of \$514,977 in supplies and services; 3) a net decrease of \$(82,874) reflecting multiple other expenditure line item adjustments.
H	The net increase of \$653,852 in the Pupil Support services expenditure budgets primarily reflects staffing changes and the increase in section 147c expenditures.
I	The net decrease of \$(202,248) in the Technology Assisted Instruction budgets primarily reflects the reduction in a grant funded supply line item of \$(213,015). Funding was reallocated to multiple other functional line items, outside of the Technology Assisted Instruction function.



Lake Orion Community Schools General Fund (110 - 190)

Fiscal Year 2021-22 Budget Amendment 1 - February 23, 2022

Explanations are provided below for amendments by function resulting in a net increase or decrease of \$100,000.

J	The net decrease of \$(185,230) in the School Administration function reflects reductions in multiple expenditure accounts, including but not limited to, wage, benefit, and purchase service lines.
K	The net increase of \$134,747 in the Business Services function primarily reflects (1) the added cost of our Shared Time Services partner fees. This is a correction to an under budgeting error in the Adopted Budget; 2) multiple other minor expenditure line item adjustments.
L	The net decrease of \$(540,264) in the Operations & Maintenance function primarily reflects (1) the reclassing of the phone budget of \$(126,000) to Technology; 2) the addition of a \$254,000 insurance funded expenditure budget related to the flood repairs at Scripps Middle School; 3) grant re-allocation changes originally (tentatively) assigned to the O & M function in the amount of \$(615,000); 4) multiple other minor expenditure line item adjustments.
M	The net increase of \$1,295,999 in the Transportation function primarily reflects (1) the \$1,117,800 lease buy-out purchase of five (5) GE 77 passenger buses, five (5) GE 84 passenger buses, and six (6) rear lift special needs buses ; 2) multiple other minor expenditure line item adjustments.
N	The net increase of \$318,238 in the beginning fund balance reflects the final audited fund balance as of June 30, 2021.
General Note	Included in the General Fund budget, impacting multiple functional expenditure budgets, are the corresponding section 147c state pass-through categorical changes expenditures. Those functional budgets with higher concentrations of wages will carry a larger amount of the 147c corresponding expenditure changes.



Lake Orion Community Schools
Pine Tree Center Special Revenue Fund (220)
Fiscal Year 2021-22 Budget Amendment 1 - February 23, 2022

	<u>Adopted Budget</u>	<u>Proposed Amendments</u>	<u>Amended Budget</u>	<u>% Chg</u>	<u>Explanations</u>
<u>REVENUE</u>					
Local Sources	\$ -	-	\$ -	0.00%	
Intermediate Sources	852,263	12,393	864,656	1.45%	
State Sources	358,473	59,964	418,437	16.73%	
Federal Sources	-	-	-	0.00%	
TOTAL REVENUE	<u>1,210,736</u>	<u>72,357</u>	<u>1,283,093</u>	<u>5.98%</u>	A
<u>EXPENDITURES</u>					
Salaries	\$ 538,960	12,507	\$ 551,467	2.32%	
Benefits	401,996	88,414	490,410	21.99%	
Purchased Services	118,150	-	118,150	0.00%	
Supplies	11,000	-	11,000	0.00%	
Capital Outlay	-	-	-	0.00%	
Other	-	-	-	0.00%	
TOTAL EXPENDITURES	<u>1,070,106</u>	<u>100,921</u>	<u>1,171,027</u>	<u>9.43%</u>	A
<u>OUTGOING TRANSFERS</u>					
General Fund	69,758	(5,786)	63,972	-8.29%	
TOTAL TRANSFERS	<u>69,758</u>	<u>(5,786)</u>	<u>63,972</u>	<u>-8.29%</u>	
TOTAL EXPENDITURES	<u>1,139,864</u>	<u>95,135</u>	<u>1,234,999</u>	<u>8.35%</u>	A
Revenues Over/(Under) Expenditures	<u>70,872</u>	<u>(22,778)</u>	<u>48,094</u>	<u>-32.14%</u>	A
Beginning Fund Balance	<u>(124,093)</u>	<u>8,995</u>	<u>(115,098)</u>	<u>na</u>	
Ending Fund Balance	<u>(53,221)</u>	<u>(13,783)</u>	<u>(67,004)</u>	<u>25.90%</u>	



Lake Orion Community Schools Pine Tree Center Special Revenue Fund (220)

Fiscal Year 2021-22 Budget Amendment 1 - February 23, 2022

Explanations are provided below for any significant amendments

- A** The Pine Tree Center Fund ASD program revenue and expenditure budgets have been adjusted to reflect current expectations for the year.



Lake Orion Community Schools
Pine Tree Center Special Revenue Fund (221)
Fiscal Year 2021-22 Budget Amendment 1 - February 23, 2022

	<u>Adopted Budget</u>	<u>Proposed Amendments</u>	<u>Amended Budget</u>	<u>% Chg</u>	<u>Explanations</u>
<u>REVENUE</u>					
Local Sources	\$ -	-	\$ -	0.00%	
Intermediate Sources	731,752	29,169	760,921	3.99%	
State Sources	334,913	34,525	369,438	10.31%	
Federal Sources	-	-	-	0.00%	
TOTAL REVENUE	<u>1,066,665</u>	<u>63,694</u>	<u>1,130,359</u>	<u>5.97%</u>	A
<u>EXPENDITURES</u>					
Salaries	\$ 486,825	5,424	\$ 492,249	1.11%	
Benefits	336,094	79,456	415,550	23.64%	
Purchased Services	108,900	2,800	111,700	2.57%	
Supplies	11,000	-	11,000	0.00%	
Capital Outlay	-	-	-	0.00%	
Other	-	-	-	0.00%	
TOTAL EXPENDITURES	<u>942,819</u>	<u>87,680</u>	<u>1,030,499</u>	<u>9.30%</u>	A
<u>OUTGOING TRANSFERS</u>					
General Fund	61,433	(5,083)	56,350	-8.27%	
TOTAL TRANSFERS	<u>61,433</u>	<u>(5,083)</u>	<u>56,350</u>	<u>-8.27%</u>	
TOTAL EXPENDITURES	<u>1,004,252</u>	<u>82,597</u>	<u>1,086,849</u>	<u>8.22%</u>	A
Revenues Over/(Under) Expenditures	<u>62,413</u>	<u>(18,903)</u>	<u>43,510</u>	<u>-30.29%</u>	A
Beginning Fund Balance	<u>(55,537)</u>	<u>(47,315)</u>	<u>(102,852)</u>	<u>na</u>	
Ending Fund Balance	<u>6,876</u>	<u>(66,218)</u>	<u>(59,342)</u>	<u>-963.02%</u>	



Lake Orion Community Schools Pine Tree Center Special Revenue Fund (221)

Fiscal Year 2021-22 Budget Amendment 1 - February 23, 2022

Explanations are provided below for any significant amendments

- A** The Pine Tree Center Fund SEI program revenue and expenditure budgets have been adjusted to reflect current expectations for the year.



Lake Orion Community Schools
Community Service Special Revenue Fund (230)
Fiscal Year 2021-22 Budget Amendment 1 - February 23, 2022

	<u>Adopted Budget</u>	<u>Proposed Amendments</u>	<u>Amended Budget</u>	<u>% Chg</u>	<u>Explanations</u>
<u>REVENUE</u>					
Community Enrichment	\$ 776,022	13,708	\$ 789,730	1.77%	A
Early Childhood	1,601,538	(11,719)	1,589,819	-0.73%	
Other Revenue	-	1,032,319	1,032,319	100.00%	
TOTAL REVENUE	<u>2,377,560</u>	<u>1,034,308</u>	<u>3,411,868</u>	<u>43.50%</u>	
<u>EXPENDITURES</u>					
Salaries	\$ 1,113,282	9,908	\$ 1,123,190	0.89%	B
Benefits	622,479	161,821	784,300	26.00%	
Purchased Services	353,213	(67,169)	286,044	-19.02%	
Supplies	66,700	(24,068)	42,632	-36.08%	
Capital Outlay and Other	5,000	32,350	37,350	647.00%	
TOTAL EXPENDITURES	<u>2,160,674</u>	<u>112,842</u>	<u>2,273,516</u>	<u>5.22%</u>	
<u>OUTGOING TRANSFERS</u>					
General Fund - Indirect Costs	125,000	100,000	225,000	80.00%	C
TOTAL TRANSFERS	<u>125,000</u>	<u>100,000</u>	<u>225,000</u>	<u>80.00%</u>	
TOTAL EXPENDITURES	<u>2,285,674</u>	<u>212,842</u>	<u>2,498,516</u>	<u>9.31%</u>	
Revenues Over/(Under) Expenditures	<u>91,886</u>	<u>821,466</u>	<u>913,352</u>	<u>894.00%</u>	
Beginning Fund Balance	<u>1,254</u>	<u>53,443</u>	<u>54,697</u>	<u>4261.80%</u>	
Ending Fund Balance	<u>93,140</u>	<u>874,909</u>	<u>968,049</u>	<u>939.34%</u>	



Lake Orion Community Schools Community Service Special Revenue Fund (230)

Fiscal Year 2021-22 Budget Amendment 1 - February 23, 2022

Explanations are provided below for any significant amendments

- A** The Early Childhood program was recently awarded the Childcare Stabilization grant in the amount of \$1,032,318. The grant will be used to reimburse prior period costs and will ultimately rebuild the fund balance.
- B** The primary increase in employee benefits is in the healthcare insurance category. Recent changes in the teaching model utilized in the Early Childhood group have increased healthcare operating costs as reflected.
- C** The operating transfer out to the General Fund has been increased back to pre-covid levels.



Lake Orion Community Schools
Food Service Special Revenue Fund (250)
Fiscal Year 2021-22 Budget Amendment 1 - February 23, 2022

	<u>Adopted Budget</u>	<u>Proposed Amendments</u>	<u>Amended Budget</u>	<u>% Chg</u>	<u>Explanations</u>
<u>REVENUE</u>					
LOCAL SOURCES					
Food & Vending Machine Sales	250,000	100,000	350,000	40.00%	
Interest and Rebates	10,000	-	10,000	0.00%	
Catering Services	37,000	-	37,000	0.00%	
STATE SOURCES	185,000	-	185,000	0.00%	
FEDERAL SOURCES	2,050,000	-	2,050,000	0.00%	
TOTAL REVENUE	<u>2,532,000</u>	<u>100,000</u>	<u>2,632,000</u>	<u>3.95%</u>	A
<u>EXPENDITURES</u>					
Salaries	850,000	(54,863)	795,137	-6.45%	
Benefits	490,000	11,853	501,853	2.42%	
Purchased Services	60,000	(18,800)	41,200	-31.33%	
Supplies	972,451	(55,951)	916,500	-5.75%	
Capital Outlay	5,000	-	5,000	0.00%	
Other	25,000	-	25,000	0.00%	
TOTAL FOOD SERVICE	<u>2,402,451</u>	<u>(117,761)</u>	<u>2,284,690</u>	<u>-4.90%</u>	A
OUTGOING TRANSFERS					
General Fund	100,000	-	100,000	0.00%	
TOTAL TRANSFERS	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>0.00%</u>	
TOTAL EXPENDITURES	<u>2,502,451</u>	<u>(117,761)</u>	<u>2,384,690</u>	<u>-4.71%</u>	A
Revenues Over/(Under) Expenditures	<u>29,549</u>	<u>217,761</u>	<u>247,310</u>	<u>N/A</u>	
Beginning Fund Balance	<u>249,620</u>	<u>343,471</u>	<u>593,091</u>	<u>137.60%</u>	A
Ending Fund Balance	<u>279,169</u>	<u>561,232</u>	<u>840,401</u>	<u>201.04%</u>	



**Lake Orion Community Schools
Food Service Special Revenue Fund (250)**

Fiscal Year 2021-22 Budget Amendment 1 - February 23, 2022

Explanations are provided below for any significant amendments

- A** The Food Service Fund revenue and expenditure budgets have been adjusted to reflect current expectations for the year.