

Livonia Public Schools

Assistant Superintendent of Business Services

Date: May 18, 2016

To: Andrea Oquist, Superintendent

From: Lisa Abbey, Assistant Superintendent of Business Services

Re: 2016-2017 Proposed Budget

We would like to provide an update on the 2016-2017 budget at the Finance Committee meeting on Monday, May 23, 2016.

Attached please find a Summary General Fund Proposed Budget 2016/2017. The budget reflects the District's efforts to provide a balanced budget during a period of decreased resources. Overall, we are projecting an ending fund balance of just over \$5 million or 3.96%. As a result of declining enrollment and minimal investment from the state, we began the budgeting process with a \$3.2 million deficit. The budget reflects over \$2.7 million of cost savings revenue enhancement efforts. We will utilize fund equity to fill the remaining \$.5 million budget deficit. The attached budget book provides details on the assumptions used to develop the budget and the specific budget recommendations included in the general fund budget. The budget reflects the information we have discussed at several meetings. The detail reports of the general fund budget by object and budget by function are included in the budget book. The proposed budgets for all other funds of the district are included as well.

At this time we do not yet have our final property tax value information from Wayne County and our estimates for revenues from property taxes are incomplete. We will be working with the County to get the needed information and update you as soon as it is available. Although we do not anticipate significant changes in the revenue amounts, we cannot determine the millage rates for debt service until we have the detailed property tax information. The budgets for the three debt funds are marked draft at this time. The millage rate for the sinking fund (1.12 mills) and general fund (18 mills) will not change for 2016-2017.

Please let me know if you have any questions.

LA/kp

Attachments:

2016/17 Summary General Fund Proposed Budget

2016/17 Budget Book