



# 2016-2017 Budget Board Approval Requested

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FOREST LAKE AREA SCHOOLS

PRESENTED JUNE 23, 2016



# Forest Lake Area Schools

## School Board:

Rob Rapheal  
Dan Kieger  
Luke Odegaard  
Gail Theisen  
Julie Corcoran  
Karen Morehead  
Jill Olson

## Superintendent:

Linda Madsen

## Business Manager:

Larry Martini



# Public Schools Established by Minnesota Constitution

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## **“ARTICLE XIII MISCELLANEOUS SUBJECTS**

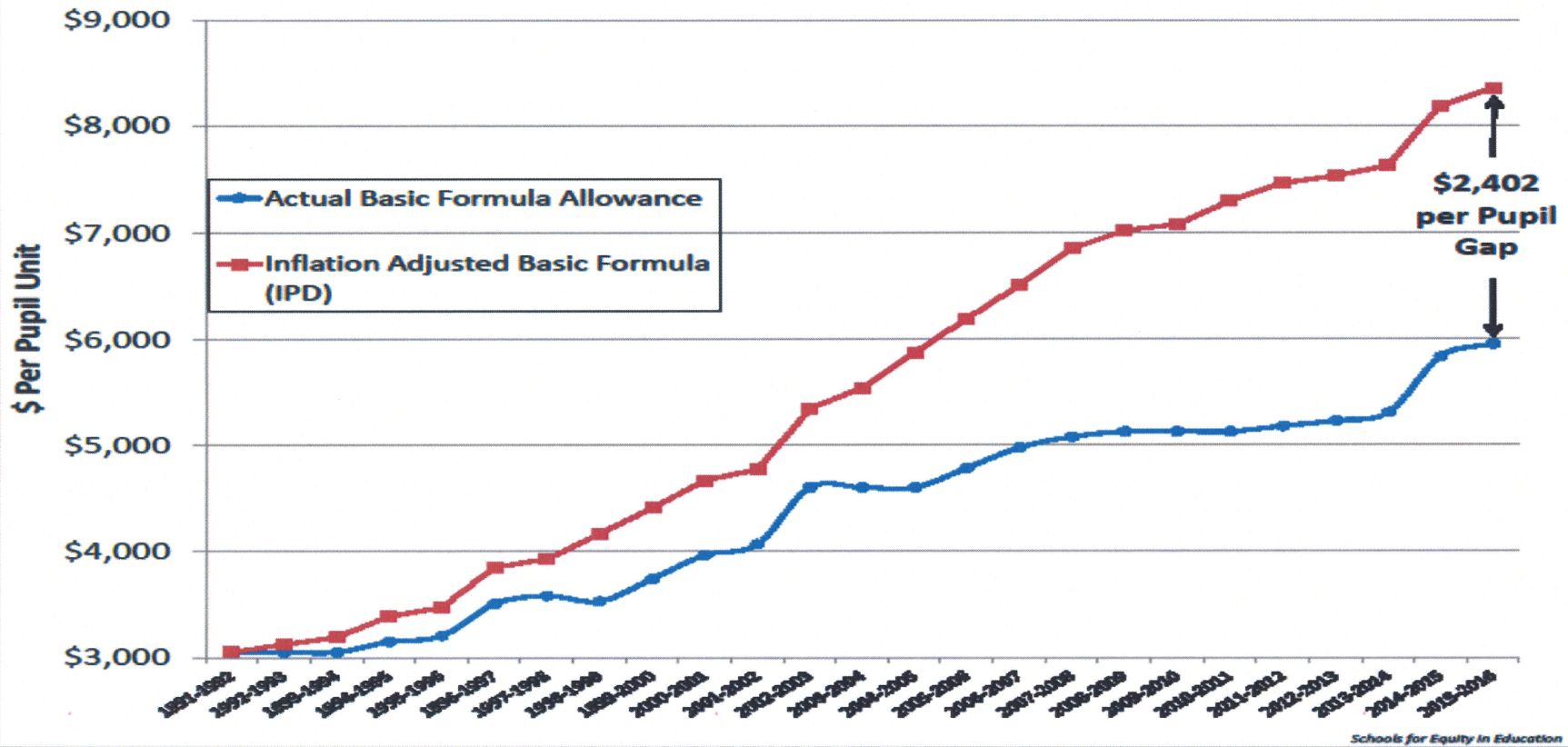
Section 1. **UNIFORM SYSTEM OF PUBLIC SCHOOLS.**  
The stability of a republican form of government depending mainly upon the intelligence of the people, **it is the duty of the legislature to establish a general and uniform system of public schools.** The legislature shall make such provisions by taxation or otherwise as will secure a thorough and efficient system of public schools throughout the state.”





## The Basic Formula Has Not Kept Up With Inflation

The basic formula provides the majority of the funding that districts receive from the state



Schools for Equity in Education



# Operating Referendum

Changed in Fiscal Year 2015

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Old Laws                      \$ 725 per Resident Marginal Cost Pupil Unit

- Expires at the end of the 2019-2020 school year
- RMCPU K=.612, 1-3=1.115, 4-6=1.06, 7-12=1.3 & Declining enrollment

New Laws                      \$ 867.86 per Adjusted Pupil Unit

- Expires at the end of the 2019-2020 school year
- APU K =1.0, 1-6=1.0, 7-12=1.2 Separate formula for declining enrollment



# Operating Referendum

Changed in Fiscal Year 2015

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New Laws                      \$ 867.86 per Adjusted Pupil Unit

- \$ 424.00 Local Option Allowance
  - All districts receive this now (was \$212 out state; \$424 metro)
- All districts can convert \$300.00 to perpetual referendum
  - Must be approved by School Board every five years
- Dollars at risk if not renewed  $\$867.86 - \$424 - \$300 = \$143.86$ 
  - $6,999 \text{ APU} * \$143.86 = \$1,006,876.10$



# Proposed Districtwide Budgets for 2016-2017

Presented June 2, 2016

Forest Lake Area Schools

- SUMMARY OF ALL FUNDS -

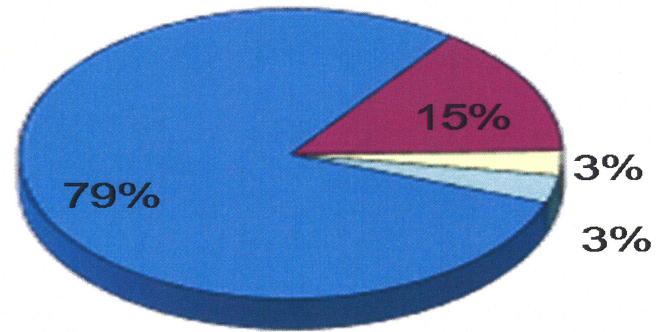
|                                | General Fund | Food Service | Community Ed | Construction | Debt Service | OPEB Debt | Total All Funds |
|--------------------------------|--------------|--------------|--------------|--------------|--------------|-----------|-----------------|
| <b>Sources of Funds:</b>       |              |              |              |              |              |           |                 |
| Revenue                        | \$71,100,000 | \$3,682,395  | \$4,310,706  | \$70,400,000 | \$5,960,000  | \$525,000 | \$155,978,101   |
| Fund balance reduction         | -            | -            | -            | -            | -            | 5,000     | 5,000           |
| <b>Total Sources of Funds:</b> | \$71,100,000 | \$3,682,395  | \$4,310,706  | \$70,400,000 | \$5,960,000  | \$530,000 | \$155,983,101   |
| <b>Uses of Funds:</b>          |              |              |              |              |              |           |                 |
| Expenditures                   | \$71,075,102 | \$3,681,397  | \$4,301,854  | \$60,000,000 | \$5,900,000  | \$530,000 | \$145,488,353   |
| Fund balance increase          | 24,898       | 997          | 8,852        | 10,400,000   | 60,000       | -         | \$10,494,747    |
| <b>Total Uses of Funds:</b>    | \$71,100,000 | \$3,682,394  | \$4,310,706  | \$70,400,000 | \$5,960,000  | \$530,000 | \$155,983,100   |

Prepared by the Business Office



## General Fund Revenue 16-17

- STATE SOURCES
- PROPERTY TAXES
- FEDERAL SOURCES
- OTHER



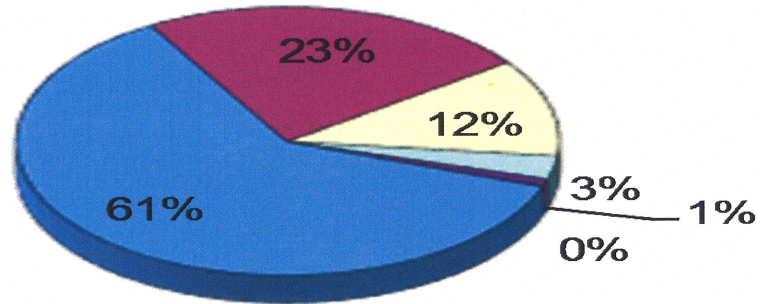
|   |                   |  |  |
|---|-------------------|--|--|
| STATE SOURCES                               | \$ 56,500,000     |  |  |
| PROPERTY TAXES                              | 10,400,000        |  |  |
| FEDERAL SOURCES                             | 2,000,000         |  |  |
| OTHER                                       | 2,200,000         |  |  |
|   | <b>71,100,000</b> |  |  |
| <b>Forest Lake Area Schools</b>             |                   |  |  |
| <i>Business Services      June 23, 2016</i> |                   |  |  |





## General Fund Expenditures 16-17

- SALARIES AND WAGES
- EMPLOYEE BENEFITS
- PURCHASED SERVICES
- SUPPLIES & MATERIALS
- CAPITAL EXPENDITURE
- INTEREST & OTHER EXPENSE

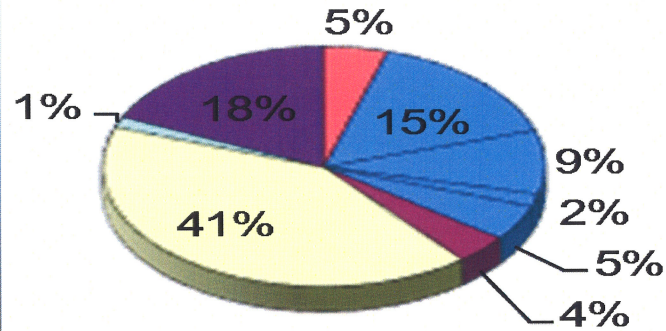


|   |               |  |  |
|---|---------------|--|--|
| SALARIES AND WAGES                          | \$ 43,448,072 |  |  |
| EMPLOYEE BENEFITS                           | 16,606,642    |  |  |
| PURCHASED SERVICES                          | 8,348,419     |  |  |
| SUPPLIES & MATERIALS                        | 1,997,844     |  |  |
| CAPITAL EXPENDITURE                         | 562,306       |  |  |
| INTEREST & OTHER EXPENSE                    | 111,819       |  |  |
|   | 71,075,102    |  |  |
| <b>Forest Lake Area Schools</b>             |               |  |  |
| <i>Business Services      June 23, 2016</i> |               |  |  |



## General Fund Expenditures 16-17

- ADMINISTRATION
- SUPPORT SERVICES
- REGULAR INSTRUCTION
- VOCATIONAL INSTRUCTION
- SPECIAL INSTRUCTION
- INSTRUCTIONAL SUPPORT SERVICES
- PUPIL SUPPORT SERVICES
- SITES, BUILDINGS & EQUIPMENT
- FISCAL & OTHER



|                                |                   |                                 |                      |
|--------------------------------|-------------------|---------------------------------|----------------------|
| ADMINISTRATION                 | \$ 3,410,115      |                                 |                      |
| SUPPORT SERVICES               | 2,755,509         |                                 |                      |
| REGULAR INSTRUCTION            | 29,323,360        |                                 |                      |
| VOCATIONAL INSTRUCTION         | 1,010,119         |                                 |                      |
| SPECIAL INSTRUCTION            | 12,863,212        |                                 |                      |
| INSTRUCTIONAL SUPPORT SERVICES | 3,349,083         |                                 |                      |
| PUPIL SUPPORT SERVICES         | 10,994,328        |                                 |                      |
| SITES, BUILDINGS & EQUIPMENT   | 6,119,376         |                                 |                      |
| FISCAL & OTHER                 | 1,250,000         |                                 |                      |
|                                | <b>71,075,102</b> |                                 |                      |
|                                |                   | <b>Forest Lake Area Schools</b> |                      |
|                                |                   |                                 | <i>June 23, 2016</i> |



|                                 | Budget<br>2015-16    | Budget<br>2016-2017  | Variance       |
|---------------------------------|----------------------|----------------------|----------------|
| <b>Revenues</b>                 |                      |                      |                |
| State Sources                   | 56,486,152           | 56,500,000           | 100.02%        |
| Property Taxes                  | 10,131,784           | 10,400,000           | 102.65%        |
| Federal Sources                 | 2,000,000            | 2,000,000            | 100.00%        |
| Other                           | 2,199,900            | 2,200,000            | 100.00%        |
| <b>Total Revenues</b>           | <b>70,817,836</b>    | <b>71,100,000</b>    | <b>100.40%</b> |
| <b>Expenditures</b>             |                      |                      |                |
| Instructional Salaries          | 30,532,936           | 31,382,936           | 102.78%        |
| Custodial Salaries              | 1,799,067            | 1,821,555            | 101.25%        |
| Clerical Salaries               | 1,854,107            | 1,877,283            | 101.25%        |
| Building Administrator Salaries | 1,931,039            | 1,950,349            | 101.00%        |
| District Administrator Salaries | 1,063,256            | 1,073,889            | 101.00%        |
| Other Salaries                  | 1,639,192            | 1,659,682            | 101.25%        |
| Severance Benefits              | 580,000              | 580,000              | 100.00%        |
| FICA/PERA/TRA                   | 5,408,102            | 5,706,547            | 105.52%        |
| Other Fringe Benefits           | 9,150,496            | 9,167,291            | 100.18%        |
| Purchased Services              | 1,217,080            | 1,167,080            | 95.89%         |
| Utilities/Natural gas/etc.      | 1,968,650            | 1,860,422            | 94.50%         |
| Insurance-District-Wide         | 370,000              | 470,000              | 127.03%        |
| Repairs                         | 392,579              | 392,579              | 100.00%        |
| Tuition                         | 471,664              | 471,664              | 100.00%        |
| General Supplies                | 958,016              | 900,000              | 93.94%         |
| Instructional Supplies          | 763,982              | 733,000              | 95.94%         |
| Miscellaneous                   | 1,440,424            | 1,375,424            | 95.49%         |
| Grants                          | 2,000                | 2,000                | 100.00%        |
| Transportation Salaries         | 4,669,633            | 4,728,003            | 101.25%        |
| Transportation Other            | 3,309,091            | 3,193,091            | 96.49%         |
| Health and Safety               | 203,355              | -                    | 0.00%          |
| Capital                         | 1,048,947            | 562,306              | 53.61%         |
| <b>Total Expenditures</b>       | <b>\$ 70,773,616</b> | <b>\$ 71,075,102</b> | <b>100.43%</b> |

