

**LIVONIA PUBLIC SCHOOLS
2015/2016
BUDGET RECOMMENDATIONS**

Beginning Fund Balance 7/1/15		1,777,109
Projected Revenues*		139,753,902
Projected Expenditures*		145,994,460
Projected Budget Deficit		(6,240,558)
 Cost Savings / Revenue Enhancement		
Sale of Property	1,000,000	
Cell Tower agreement	900,000	
Schools of Choice (100)	800,000	
Close McKinley Perrinville	336,000	
Cooper Soccer Lease	17,000	
Early Retirement Incentive	1,000,000	
		4,053,000
 Program related Items		
Delay textbook purchases	360,000	
Reduce teaching staff (2 fte)	120,000	480,000
 Support Related Items		
Extension of mid-year cuts	180,000	
Reduction in central support	280,000	460,000
 Other		
Change in tax refunds for 15/16		100,000
 Total Budget recommendations		5,093,000
 Revised Budget Deficit		(1,147,558)
 Ending Fund Balance 6/30/16		629,551

*The projected revenues and expenditures, and the assumptions used to develop the projections are generally consistent with prior reports provided. Exceptions include increase property & casualty insurance, the decrease in the projected foundation allowance from \$50 per student to \$25 and a savings in some one-time salary costs in 2014/15. Line items have been adjusted to reflect the budget recommendations included on this document.

**2015/2016
BUDGET ASSUMPTIONS**

Revenue

State Aid

Enrollment decline due to birth rates	(300)
Foundation allowance increase	\$25

One-time revenue in 14/15

Transfer from Capital Projects -Technology	(910,000)
Transfer from Capital Projects Fund	(77,000)
Use of At Risk carryover funds	(300,000)

Expenditures

Health insurance increase 3%	537,660
Reduce health & welfare fund deficit	300,000
Property and casualty insurance	200,000
Fuel, utilities, etc. (1%)	73,591
One-time salary costs in 2014/15	(500,000)
Savings teacher costs	(1,161,856)

**LIVONIA PUBLIC SCHOOLS
2015/2016
TAXABLE VALUES
AND PROPOSED MILLAGE RATES**

2015 Taxable Values

	Livonia	Westland	Total
Homestead	2,638,148,570	278,211,758	2,916,360,328
Non Homestead	<u>1,060,375,850</u>	<u>158,191,078</u>	<u>1,218,566,928</u>
Total	3,698,524,420	436,402,836	4,134,927,256

2015/2016 Proposed Millage Rates

	Millage Rate	Estimated Revenue
General Fund		
Non-homestead	18.00	21,934,000
Commercial Personal Property	6.00	<u>1,180,000</u>
Total		23,114,000
Debt Retirement Fund*		
2014 Refunding	2.12	8,754,000
2013 Series 1	<u>2.48</u>	<u>10,163,000</u>
Total	4.60	18,917,000
Sinking Fund	1.12	4,590,000

*Debt Fund calculation reflects state reimbursement for 2014 personal property tax cut -- also called the Small Taxpayer Exemption Loss