



**FOREST LAKE AREA SCHOOLS  
FOREST LAKE, MN 55025**

**January 2, 2014**

**AGENDA ITEM: 11.5**

**TOPIC: APPROVE 2013-2014 BUDGET ADJUSTMENT**

**BACKGROUND:** Each month the revenue and expenditure budgets are reviewed and compared to the prior year's budget for trend analysis and program review. The proposed budget adjustment results in a deteriorated general fund position.

**PROCESS:** The Finance Committee reviewed the attached budget adjustments at their meeting on December 19, 2013. While the ice arena operating adjustments have a positive contribution to the fund balance, the decline in students coupled with the additional faculty positions are adding to the reduction of general fund balance.

The Finance Committee recommends the attached budget adjustments for 2013-2014. The budget will be reviewed again the Spring for possible adjustment.

**RECOMMENDATION:** Recommend approval of the revenue and expenditure budget adjustments that are attached.