

Livonia Public Schools

Business Services Office

Date: June 12, 2013

To: Randy Liepa, Ph.D., Superintendent

From: Lisa Abbey, Director of Business Services

Re: 2013-2014 Proposed Budgets and Millage Rates

On Monday June 17, 2013 at the regular Board of Education meeting we will recommend adoption of the 2013-2014 proposed budgets. The resolutions to adopt the budgets are included in the Board agenda. We reviewed the updated projections for 2013-2014 with the Board of Education at the Committee of Whole meeting on June 10, 2013.

The revenues and expenditures in the Debt Retirement Fund are based on the original estimates for the 2013 bond. We are projecting to increase the millage rate by 2.4 mills (total 4.6 mills) to generate sufficient revenue to meet the debt service requirements for 2013-2014.

The bond proceeds recorded in the 2013 Bond Fund are also an estimate based on the original information provided from our financial advisors, Stauder Barch. As you know, we are in the process this week of selling the first bond series and we do not have final sale amounts yet. We anticipate the interest rates on the bonds sold to be slightly lower than we projected, which would reduce the overall costs of the first bond series. The estimated budgets will be amended when we have more definitive information.

There is a public hearing on Monday June 17, 2013 at 6:45 p.m. to review the budget and proposed millage rates for General Fund operations. Attached please find the Taxable Value and Millage Rate for 2013-2014 that we will discuss at the public hearing.

Please let me know if there are any questions.

LA/kp
Attachments

**LIVONIA PUBLIC SCHOOLS
PROPOSED 2013-2014**

Taxable Valuation and Proposed Millage Rates
Tax Year: 2013

	Livonia	Westland	Total
Homestead	2,574,522,260	270,593,812	2,845,116,072
Non Homestead	<u>1,051,779,400</u>	<u>149,520,121</u>	<u>1,201,299,521</u>
Total	3,626,301,660	420,113,933	4,046,415,593

	Millage Rate	Estimated Revenue
General Fund		
Non-homestead	18.00	21,623,392
Commercial Personal Property	6.00	<u>1,243,518</u>
		22,866,910
Debt Fund – repayment of bond debt		
All property		
2004 Series A&B	2.2	8,902,114
2013 Series 1	<u>2.4</u>	<u>9,711,397</u>
Total	4.6	18,613,512
Sinking Fund – Capital projects & building repair		
All property	1.12	4,531,985