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# Lapeer Community Schools

Board Presentation

For year ended June 30, 2017



# Governmental Funds - Balance Sheet

## June 30, 2017

	General Fund	2016 Refunding Bond	Nonmajor Governmental Funds
<b>Assets:</b>			
Cash and cash equivalents	\$ 3,752,595	\$ -	\$ 663,834
Receivables	7,464,309	-	115,635
Inventories	38,586	-	-
Due from other funds	169,895	-	-
Prepaid costs	117,923	-	-
Restricted assets	-	1,517,845	204,440
Total assets	<u>11,543,308</u>	<u>1,517,845</u>	<u>983,909</u>
<b>Liabilities:</b>			
Payables and other	\$ 1,764,818	\$ -	\$ 97,450
Payroll	3,839,342	-	-
Due to other funds	-	-	102,491
Notes payable	2,480,516	-	-
Total liabilities	<u>8,084,676</u>	<u>-</u>	<u>199,941</u>
Fund balance	<u>3,458,632</u>	<u>1,517,845</u>	<u>783,968</u>
Total liabilities and fund balance	<u>\$ 11,543,308</u>	<u>\$ 1,517,845</u>	<u>\$ 983,909</u>



# Governmental Funds – Statement of Revenue and Expenditures

## June 30, 2017

	General Fund	2016 Refunding Bond	Nonmajor Governmental Funds
Revenue:			
Local	\$ 7,309,366	\$ 3,189,940	\$ 1,097,066
State	40,110,249	-	140,803
Federal	1,545,481	-	1,727,954
Total revenue	<u>48,965,096</u>	<u>3,189,940</u>	<u>2,965,823</u>
Expenditures:			
Instruction	29,871,021	-	-
Support services	16,297,646	-	7,072
Community services	442,505	-	-
Food services	-	-	2,357,792
Athletics	826,448	-	-
Debt service	7,344	1,672,095	1,808,722
Capital outlay	839,432	-	948,216
Transfers and other	48,230	-	-
Total expenditures	<u>48,332,626</u>	<u>1,672,095</u>	<u>5,121,802</u>
Excess of revenue over expenditures	<u>632,470</u>	<u>1,517,845</u>	<u>(2,155,979)</u>
Other Financing Sources (Uses)			
Transfers in	87,813	-	206,790
Transfers out	(206,790)	-	(87,813)
Total other financing sources	<u>(118,977)</u>	<u>-</u>	<u>118,977</u>
Net Change in Fund Balance	513,493	1,517,845	(2,037,002)
Fund balance - beginning of year	2,945,139	-	2,820,970
Fund balance - end of year	<u>\$ 3,458,632</u>	<u>\$ 1,517,845</u>	<u>\$ 783,968</u>

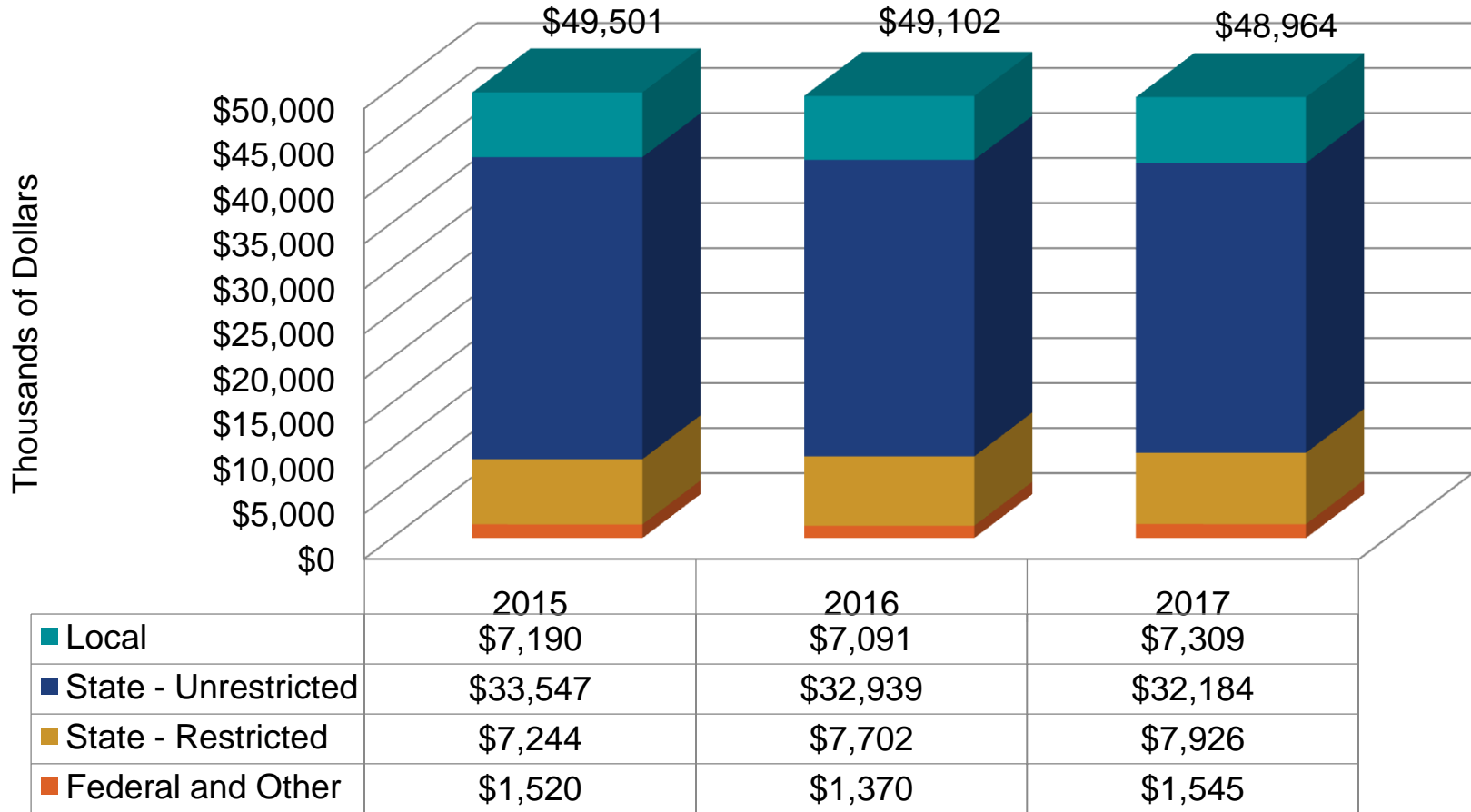


# Statement of Net Position

	Governmental Activities	
	2017	2016
Assets:		
Cash and cash equivalents	\$ 6,138,714	\$ 7,913,693
Receivables	7,579,944	8,064,886
Inventory and Prepaid costs	156,509	276,555
Capital assets - Net	64,829,265	66,111,862
Total assets	78,704,432	82,366,996
Deferred Outflows of Resources	11,449,611	10,176,581
Total assets and deferred outflows of resources	90,154,043	92,543,577
Liabilities:		
Payables and other	2,083,032	2,269,941
Payroll	3,839,342	4,044,758
Notes payable	2,480,516	4,475,152
Long-term liabilities	51,626,203	53,574,918
Pension liability	76,130,317	75,884,606
Total liabilities	136,159,410	140,249,375
Deferred Inflows of Resources	3,847,452	2,635,928
Total liabilities and deferred inflows of resources	140,006,862	142,885,303
Net Position (Deficit):		
Net investment in capital assets	16,366,124	15,814,814
Restricted	1,434,537	1,105,050
Unrestricted	(67,653,480)	(67,261,590)
Total net position (Deficit)	\$ (49,852,819)	\$ (50,341,726)

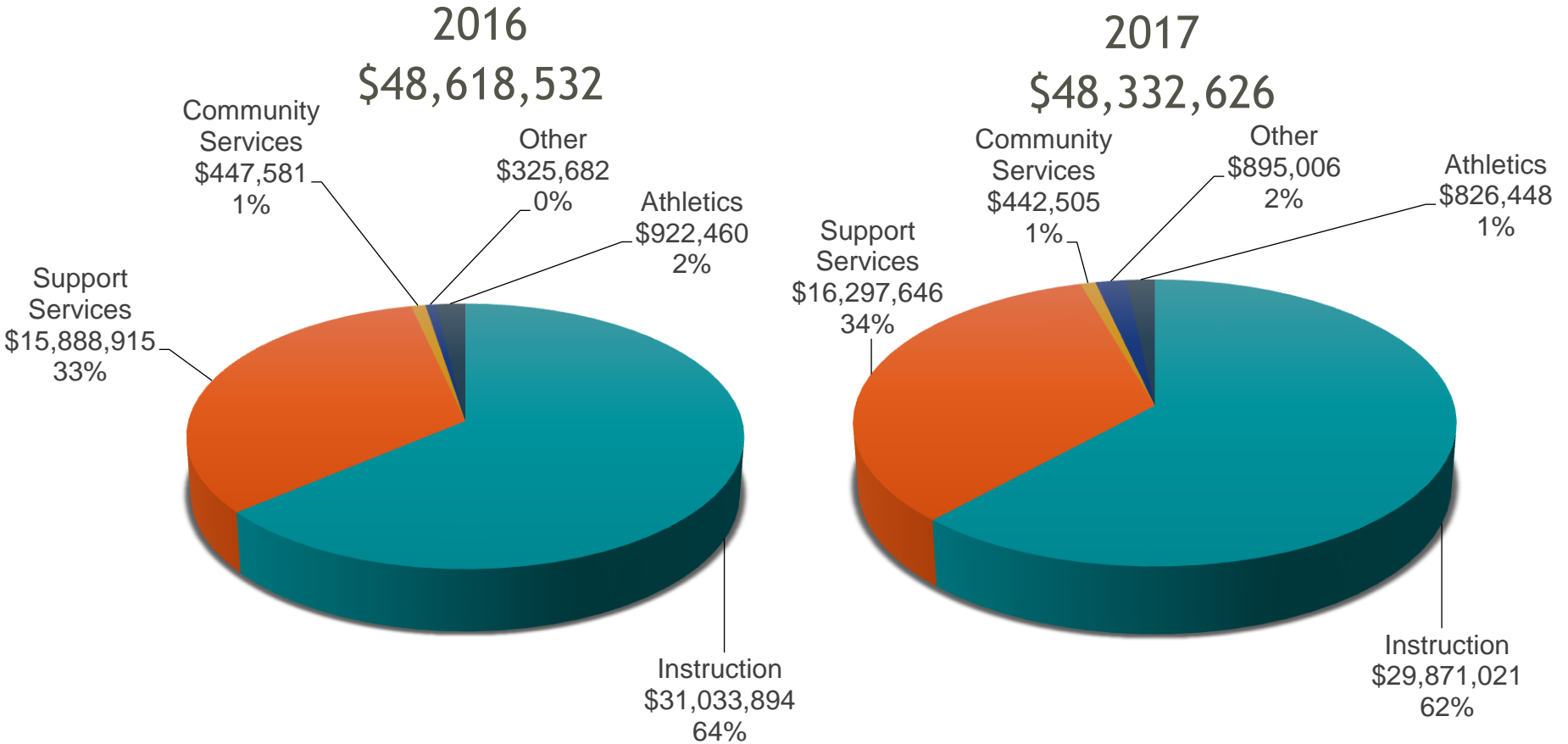


# General Fund Revenue Three-Year Comparison June 30, 2017





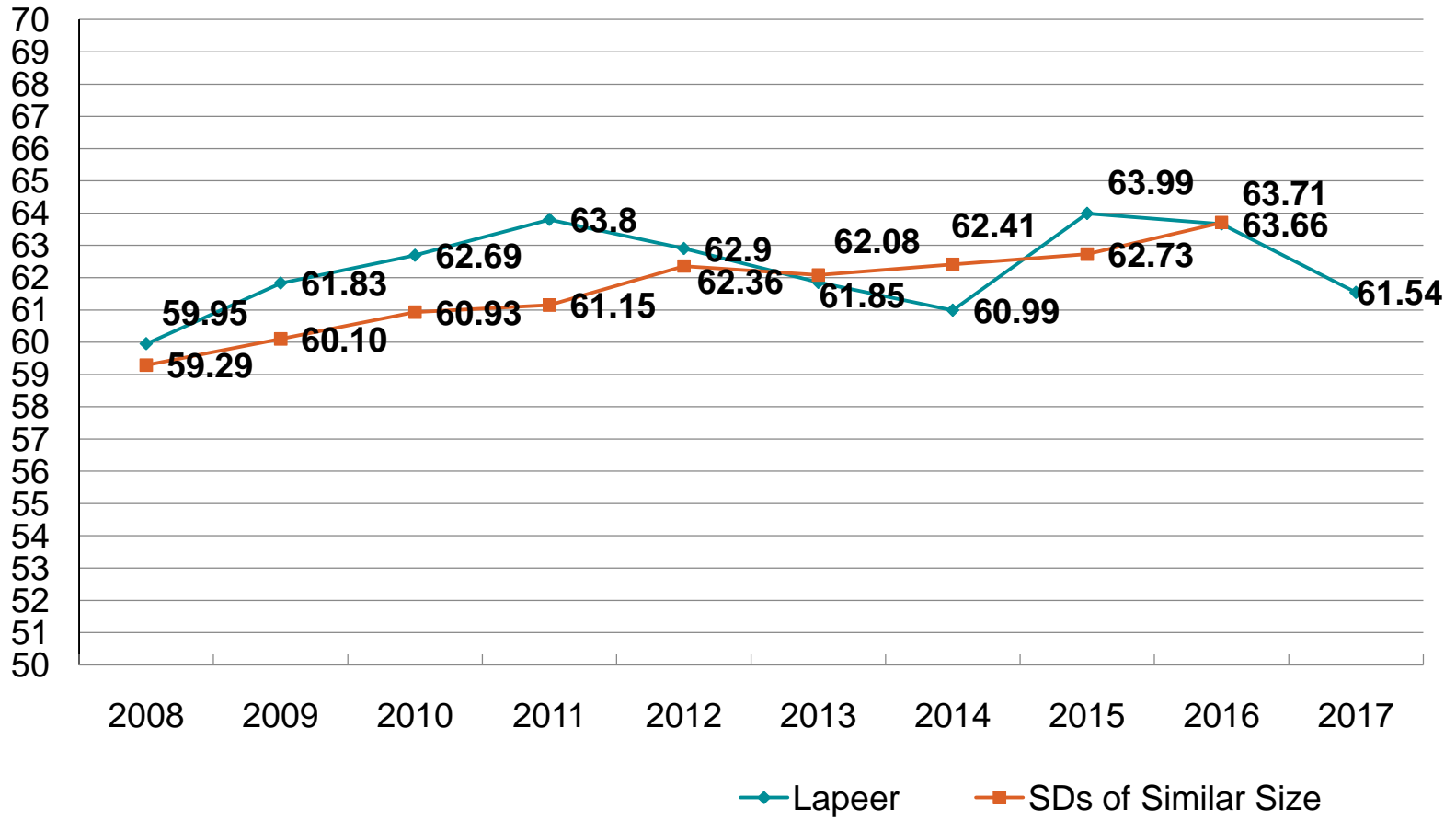
# General Fund Expenditures June 30, 2017





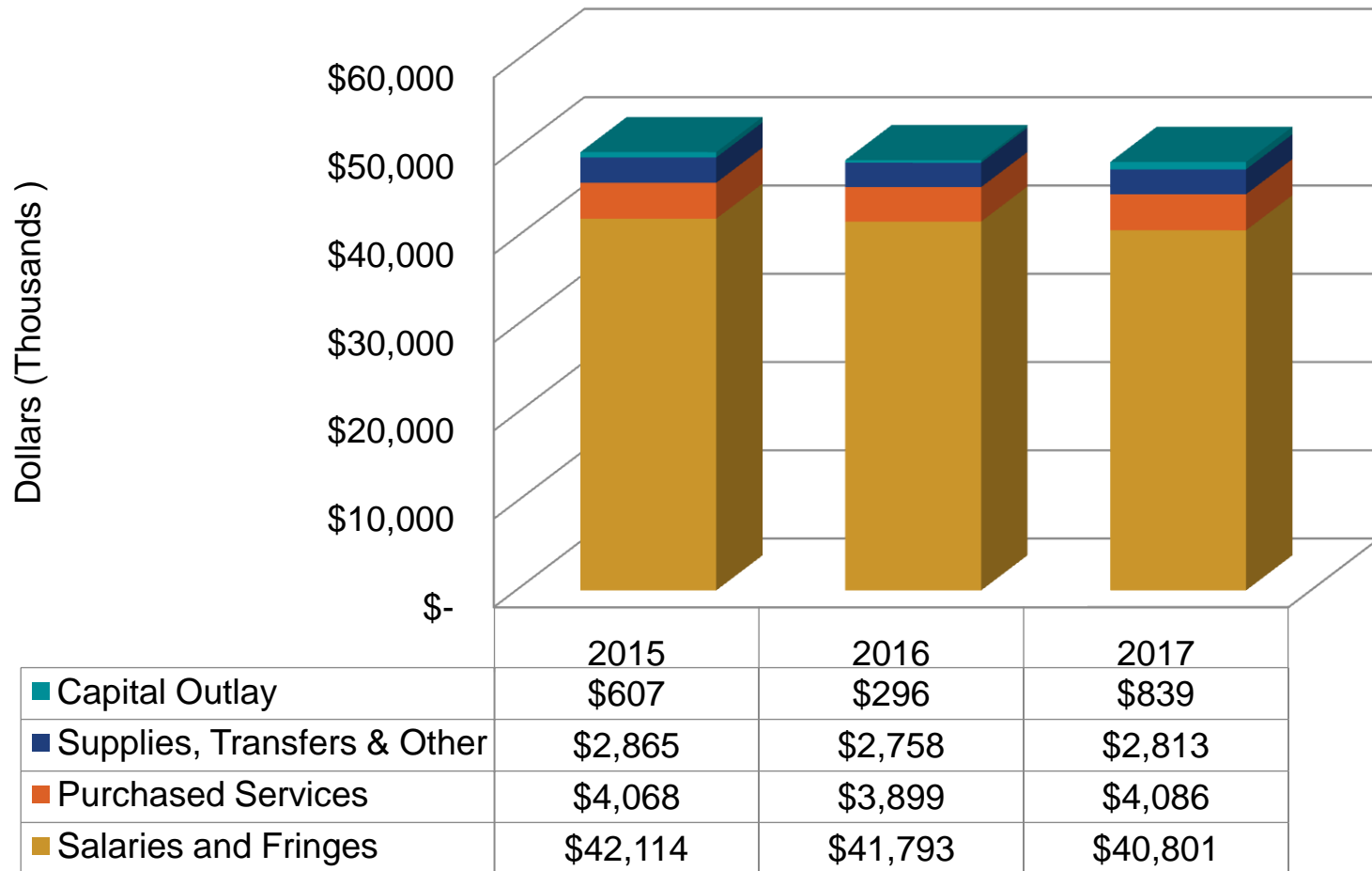
# Instructional Expenditures Compared to Average Group D Schools

## June 30, 2017





# Analysis of General Fund Expenditures (including Transfers) Three-year comparison June 30, 2017







# General Fund Balance as a Percentage of Actual Expenditures - Three-year comparison June 30, 2017

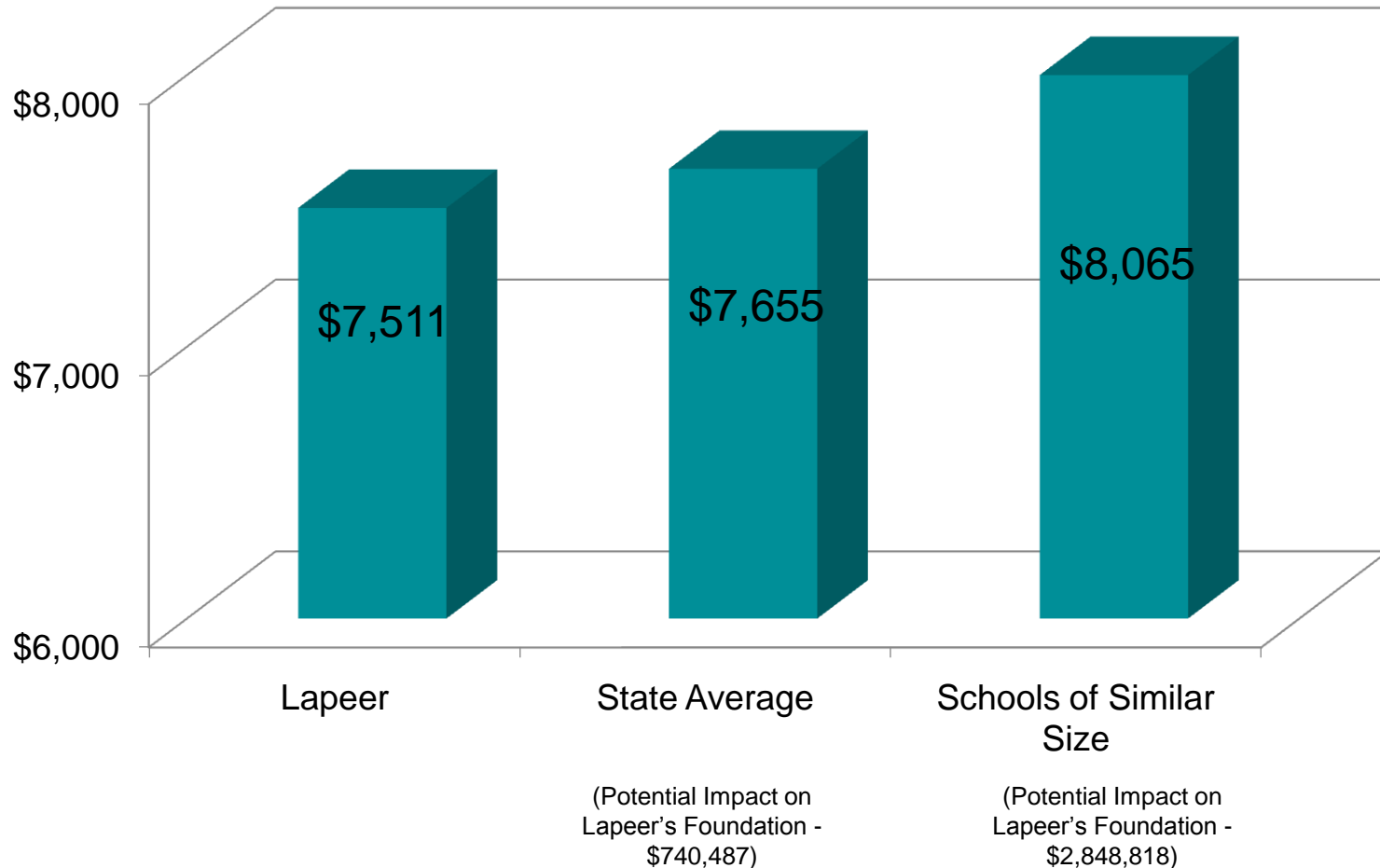
		Lapeer	Board Goal	Statewide Average*
Fund Balance/Expenditures	2017	7.16%	10%	
Fund Balance/Expenditures	2016	6.06%	10%	11.37%
Fund Balance/Expenditures	2015	4.99%	10%	9.83%

\* Excluding Detroit Public Schools



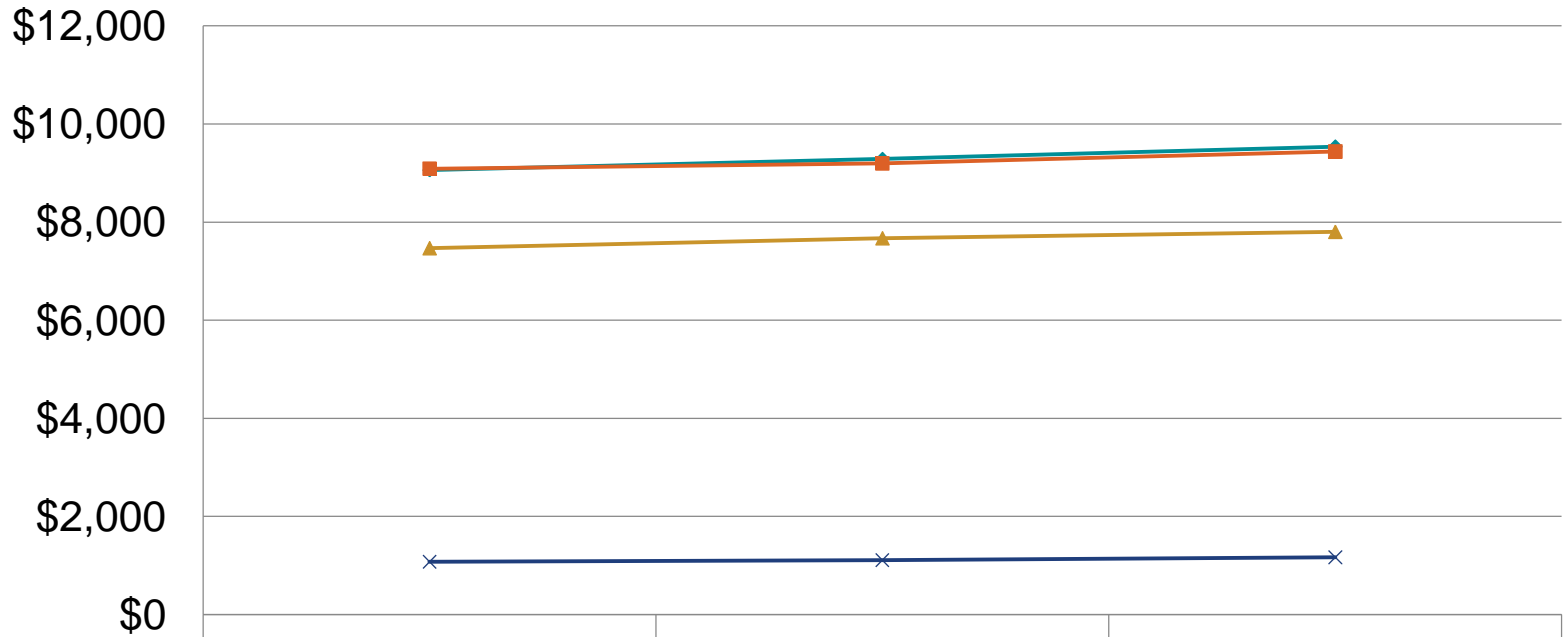
# Foundation Allowance Analysis and Comparison

## June 30, 2017





# General Fund Revenue and Expenditures Per-Pupil Analysis June 30, 2017



	2015	2016	2017
Revenue	\$9,061	\$9,286	\$9,539
Expenitures	\$9,089	\$9,198	\$9,439
State Aid	\$7,467	\$7,669	\$7,800
Property Tax	\$1,075	\$1,110	\$1,168



# Future Uncertainties – School Funding

- New approach to school funding by Governor/Legislature
- Statewide enrollment levels
- Interest rates and return
- Limited revenue alternatives
- Foundation allowance level
- Dependence upon state and national economy
- Future retirement system contribution rates and health care costs
- Locally developed and generated revenue sources
- Capital improvements needed and their potential funding sources



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Thank you.