



Truth-in-Taxation Hearing

Truth-in-Budgeting Hearing

June 28, 2021

Truth – in – Taxation Hearing





Grand Ledge Public Schools GLPS Millage Rates & Funding Accounting Rules



- ❑ **Non-Homesstead Millage = 18 mills**

General (Operating) Fund

- **Source:** Foundation Grant (Non-PRE property taxes & state aid), grants
- **Uses:** Day-to-day operations
- **Restrictions:** None on Foundation Grant, grants restricted to purpose





Grand Ledge Public Schools

GLPS Millage Rates & Funding Accounting Rules



Debt Millage = 5.63 mills

Debt Fund

- Source: Tax on all property
- Uses: Bond proceeds used for building, land, buses, technology. Taxes used to make principal and interest payments on voted debt
- Restrictions: Cannot be used for day-to-day operations (Section 1351a)

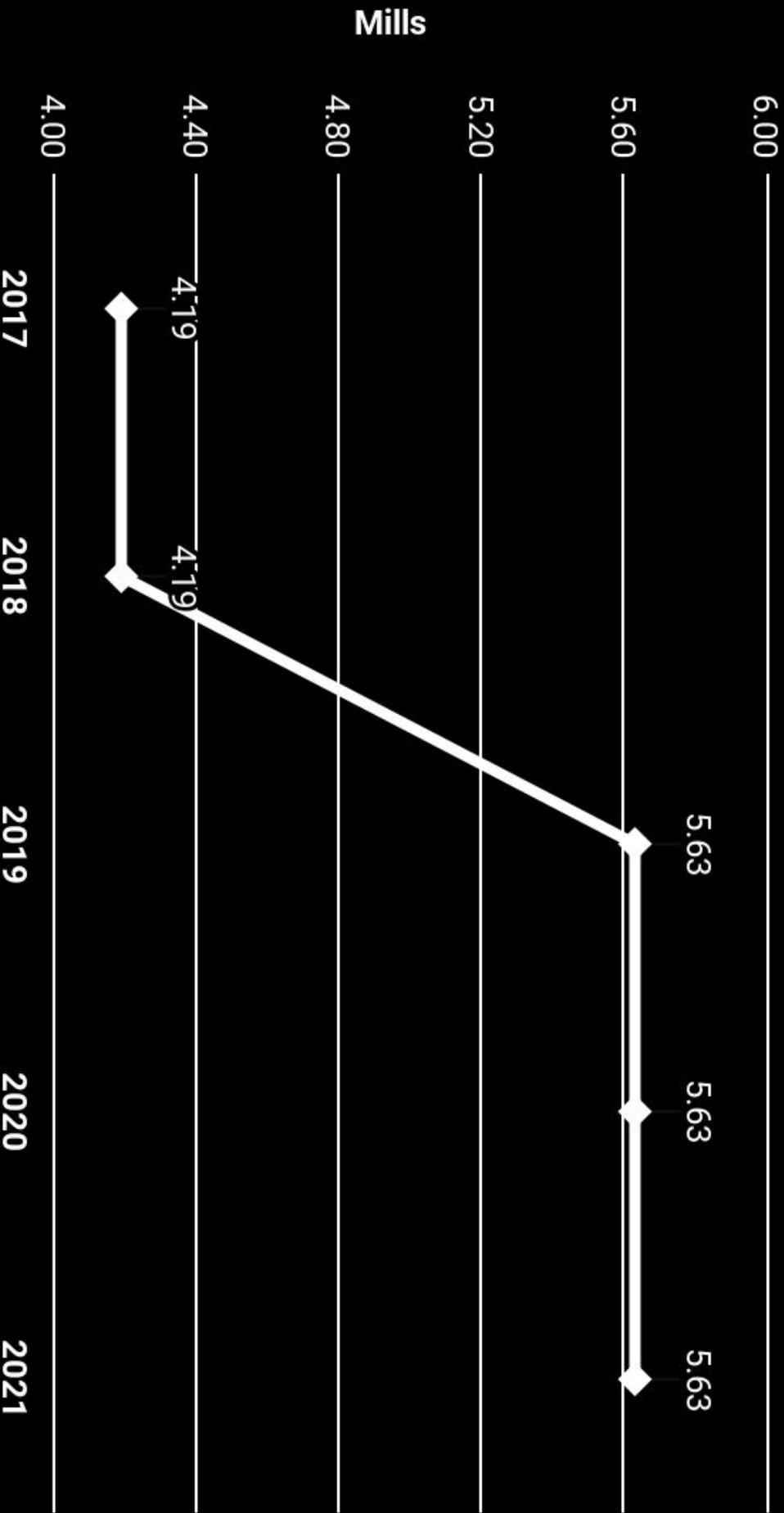


Debt Fund Details

- Total outstanding debt: \$114.7 million
- Total "Taxable Value" of District = \$1.66 billion
- Principal/interest annual payments = \$10.2 million
- Millage rate calculated for bond payments = 5.63 mills

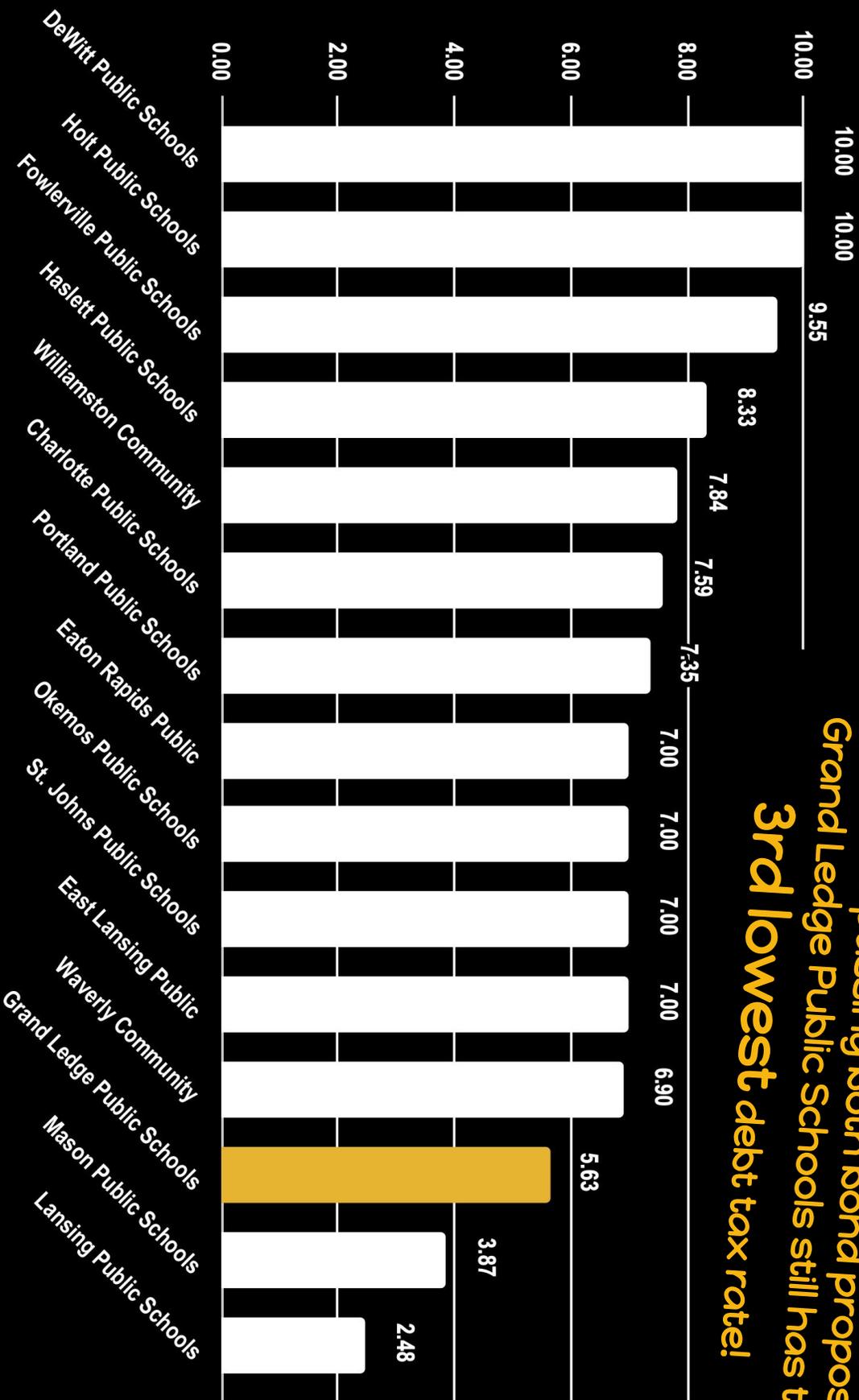


Debt Millage History



Comparative Debt Millage Rate Capital Area Activities Conference

Even after passing both bond proposals,
Grand Ledge Public Schools still has the
3rd lowest debt tax rate!





Grand Ledge Public Schools GLPS Millage Rates & Funding Accounting Rules



Sinking Fund Millage = .7921 mills

Capital Improvement (Sinking) Fund

- Source: Tax on all property
- Uses: Building renovation and land acquisition
- Restrictions: Uses controlled by Department of Treasury. Cannot be used for buses, technology, or day-to-day operations



Capital Improvement (Sinking) Fund Details

- ❑ Approved 0.8 mill for 10 years
- ❑ 2019 Levy - .7921 (Headlee Reduction)
- ❑ Expires 12/21



Grand Ledge Public Schools

Changes in Property Tax Rates

- Non Homestead (Operating) – No Change
- Debt Service – No Change
- Capital Improvement – Decrease of .0023 mills



Truth – in – Budgeting Hearing



Funds

- General Fund (Includes Athletics)**
- Food Service**
- Community Service**
- Student Activity**
- School Store**
- Capital Improvement/Sinking Fund**
- Debt Fund**



The General Fund



Revenues

Per Pupil Foundation Grant

- Original projection: Proration of \$650 per pupil
- Actual: Proration of \$170 per pupil PLUS
 - Federal Revenue - \$2.26 million
 - State Revenue - \$730,000



Revenues

Breakdown:

- Coronavirus Relief Funds (CRF): 1.88 million
- Elementary & Secondary School Emergency Relief (ESSER 1): \$330,000
- ESSER Equity Grant: \$53,000
- Sec 11r(4), ESSER Per Pupil Equalization: \$730,000





Use of Federal & State Funds

- Air Filtration System - all buildings
- Online Learning Platform
- Laptops/Chromebooks for online learning
- Instructional Coaches wages & fringe benefits
- Rethink Ed - Social/Emotional Learning software
- Sanitation Equipment for district buildings





Final Revision

Estimated Final Revenues	\$ 59,611,779
Estimated Final Expenditures	\$ 58,083,389
Operating Excess (Deficit)	\$ 1,523,390
Ending Fund Balance (June 30, 2021)	\$ 10,614,321
Fund Balance as % of Expenditures	18.3%



Revenues



State Revenues:

- ❑ Foundation Allowance of \$8,275* per pupil
 - Increase of \$164/pp
- ❑ Reduction of State Aid Revenues (one-time)
 - Sec 11r(4) - Per Pupil Equalization
 - Sec 11d - Per Pupil Increase



Enrollment



Blended count

- 2021-2022
 - Projected decrease of 300 students
 - Enrollment formula reverting back to 90/10 formula (90% of Fall 2021 count/10% of Spring 2021)
 - Recovery after COVID-19 pandemic



Revenues



Federal Revenues

- One-time federal relief funds
 - Reduction of (\$2.26 million)
- ESSER II funds - allocated to districts in July
 - Increase of \$487,000



Revenue Summary



BASE REVENUES		\$59,611,779
Changes		
State Aid (Net)	\$	(2,580,655)
Federal Revenues	\$	(1,730,016)
Incoming Transfers (ERESA)	\$	(1,047,447)
TOTAL ADOPTED REVENUE		\$ 54,253,661



Revenues – Bottom Line
Decreased Income
(\$5,358,118)





Expenditure Summary

BASE EXPENDITURES	\$ 58,083,389
Changes	
Wage/fringe Increase (Net)	\$ 1,914,800
Capital Outlay	(661,878)
Misc Grants (State/Local)	(1,641,581)
TOTAL ADOPTED EXPENDITURES	\$ 57,694,730



Expenditures – Bottom Line
Reduced Costs
(\$388,659)



General Fund Budget Summary



BEGINNING UNDESIGNATED FUND BALANCE	\$ 10,614,321
	18.3%
Total Revenue	\$54,253,661
Total Expenditures	\$57,694,730
Operating Surplus (Deficit)	(\$3,441,069)
ESTIMATED ENDING UNDESIGNATED FUND BALANCE	\$7,173,252
	12.4%



Final Notes



- ❑ 2021-2022 State budget has not been presented to the Governor
- ❑ Federal funds anticipated to be allocated to District*
 - ESSER II - \$630,753
 - ESSER III/ARRP - \$2.5 million

***Revenue not included in FY 21-22 budget as not yet allocated**



QUESTIONS or COMMENTS

