

# MEMORANDUM



**TO:** Steve Cousins, Superintendent  
Board Finance/Operations Committee

**Paul A. Soma, CPA**  
Chief Financial Officer  
Chief Operations Officer

**FROM:** Paul Soma

Michele Greenan  
Executive Assistant

**DATE:** February 7, 2014

**RE:** AMENDMENT I to 2014 GENERAL FUND BUDGET  
AMENDMENT I to 2014 SCHOOL SERVICE FUND BUDGET

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Attached please find the proposed first amendment to the 2013-2014 General Fund budget and School Service Fund budget (Food Services Program and Community Services). This amendment aligns our budgets with our most current information and expectations.

As in the past, the general fund budget is shown in total and encompasses all federal and state programs ("restricted funding sources") that are included in the general fund. Additionally, I have included a breakout that segregates the "restricted" funding sources from the "unrestricted" funding sources. Separate breakouts are included for federal programs, state programs, and local restricted grants. This level of detail provides greater clarity as to what circumstances are actually impacting our bottom line fund equity.

As you are aware, it is our unrestricted budget that determines whether we will contribute to, or spend down, our fund equity. All "restricted" state and federal grants have no bottom line fund equity impact on our operation because revenues always match expenditures. A detailed breakdown of every grant included in the restricted funding sources is included as an attachment to the budget.

Please remember that the information contained in the attached budgets is still subject to change. At the present time, the state revenue picture for this current fiscal year looks stable. The state ended its prior fiscal year with an expected surplus, and initial reports are suggesting that the January revenue consensus will show state revenues coming in better than expected, creating expected surpluses in both the 2014 and 2015 state fiscal year. What the state ultimately does with these projected surpluses is yet to be seen. Because of these projected surpluses, there is no threat of a mid-year funding pro-ration and the revenue assumptions regarding state funding remain solid. We will monitor the state's financial position closely and look forward to seeing the Governor's budget plan that will be presented sometime in February. This will give us some idea as to what may be in store for the 2015 fiscal year.

One major revenue assumption that could still change in 2014 however is the student count. Due to the state's change in the manner students are counted for funding purposes, TCAPS (as well as all other districts across the state) will not know its final student count for funding purposes until February. Our projected student count for funding purposes is shown in detail on page 2 of the budget amendment.

Another potential negative to the current budget is the impact of this year's winter. Winter weather arrived earlier and with more force than in recent years. Snowfall is running well above normal levels and temperatures are running lower. If this trend does not moderate over the remaining months of winter, the district will need to review its utility and snow plow budgets (together these total approximately \$2 million) to see if an amendment to these budgets is warranted.

Keeping in mind that these numbers can still change, the following is a look at what the current general fund amendment shows.

You can see from the budget documents that our amended budgeted shortfall is lower than the original shortfall by \$527,502 with a current shortfall of \$2.0 million budgeted versus the original shortfall of \$2.5 million. Detail explanations of the reasons for the budget variances that contribute to this improved position are provided on page 4 of the budget amendment.

From a high level perspective, the items that contributed to this variance include:

- A decrease in performance funding from the state of approximately \$400,000.
- A 14 student increase from the original budget resulting in an increase in foundation revenue of approximately \$100,000.
- Mid-Year Budget reductions of approximately \$200,000
- Structural revenue enhancements of approximately \$300,000
- One-time revenue enhancements of approximately \$100,000
- And miscellaneous positive adjustments that net to approximately \$200,000.

It is important to note that while the budgeted shortfall is approximately \$2.0 million, due to normal and expected positive budget variances, I am projecting an actual shortfall of approximately \$500,000. The vast majority of this \$500,000 shortfall is due to one-time budget items. We currently estimate that our budget is very close to being structurally balanced. That said, the shortfall noted will leave our district with total fund equity of approximately \$6.6 million (approximately 7.4%) at June 30 of this year, which will be below the board-established target of 10%.

Our district has been responsible in the intentional spend down of fund equity to help soften budget reductions due to major funding reductions and large increases in retirement and health costs over the years. In spite of being structurally balanced, this year will represent the seventh consecutive year of using fund equity to balance operations. It is the board's goal to remain in a structurally balanced position moving into

the 2015 fiscal year and to begin to move the district back to a fiscally responsible fund balance position of 10%. This means that any and all new costs must be covered by either new revenues or further budget reductions.

In addition to the general fund, we have also included amendments to the School Service Funds. School Service funds include the Community Service fund and the Food Service fund. The Community Service fund accounts for the activities associated with the district's fee for service childcare programs as well as the LEAP program. The Food Service fund accounts for all activities related to the school nutrition program.

The amendments to both of these funds include detailed explanations of the reasons for the line item budget adjustments. From a high level perspective, the amendments are not unexpected and are a direct result of the district's expectation that all funds be self-supportive and not rely on the general fund for support. In the case of both funds, the amendment reflects a decrease in the reliance on the general fund and a corresponding increase in the amount of resources provided back to the general fund to cover both direct and indirect overhead costs of the programs noted.

As always, we will keep you informed of any new developments. If major changes occur prior to the end of this year, we will be back with another budget amendment to the current year budget. Otherwise, you can expect our final amendment to be presented with our 2015 original budget to the full Board of Education in June.

An appropriate motion to adopt these amendments would be:

**Moved by \_\_\_\_\_, Supported by \_\_\_\_\_, to approve Amendment I to the 2013-2014 General Fund Budget and Amendment I to the 2013-2014 School Service Funds budget (Food Services and Community Services), as attached.**

**Traverse City Area Public Schools  
General Fund Budget  
For the Fiscal Years Ending June 30**

<b>Revenue</b>	<b>2013-2014 Original</b>	<b>2013-2014 Amend 1*</b>	<b>Variance*</b>
Local Restricted and Unrestricted	32,349,271	33,758,117	1,408,846
State Unrestricted	43,274,840	42,226,555	(1,048,285)
State Restricted	5,253,190	6,134,985	881,795
Federal Restricted	1,802,570	2,241,928	439,358
Incoming Transfers/Other	2,811,622	3,023,702	212,080
<b>Total Revenues</b>	<b>85,491,493</b>	<b>87,385,287</b>	<b>1,893,794</b>

<b>Expenditures</b>			
<b>Instruction</b>			
Basic Instruction	44,575,005	44,022,277	(552,728)
Added Needs	9,461,751	9,448,085	(13,666)
<b>Total Instruction</b>	<b>54,036,756</b>	<b>53,470,362</b>	<b>(566,394)</b>
<b>Support</b>			
Pupil	2,908,783	3,147,165	238,382
Instructional Staff	4,098,019	5,003,614	905,595
General Administration	606,750	598,687	(8,063)
School Administration	6,009,813	6,140,743	130,930
Business Services	1,619,883	1,629,278	9,395
Operations and Maintenance	8,666,053	8,705,563	39,510
Pupil Transportation	5,077,075	5,287,099	210,024
Central Services	2,688,909	2,689,012	103
Student Support Services	1,643,372	1,975,406	332,034
<b>Total Support Services</b>	<b>33,318,657</b>	<b>35,176,567</b>	<b>1,857,910</b>
Community Services	139,790	265,589	125,799
Other Uses - Outgoing Transfers & Other	507,189	456,166	(51,023)
<b>Total Expenditures</b>	<b>88,002,392</b>	<b>89,368,684</b>	<b>1,366,292</b>
Excess Revenue/(Expenditures)	(2,510,899)	(1,983,397)	527,502
Fund Balance - July 1	7,129,323	7,129,323	0
Fund Balance - June 30	4,618,424	5,145,926	527,502
Less Non-Spendable and Assigned	1,676,816	1,470,553	(206,263)
<b>Unassigned Fund Balance</b>	<b>2,941,608</b>	<b>3,675,373</b>	<b>733,765</b>

<b>Fund Equity Non-Spendable and Assigned</b>			
Non-Spendable for Inventories	50,000	50,000	0
Non-Spendable for Prepaids	100,000	100,000	0
Assigned for Unrestricted "At Risk" Activities	0	0	0
Assigned for Curriculum Development	0	0	0
Assigned for Building Carryover	626,816	420,553	(206,263)
Assigned for Department Carryover	0	0	0
Assigned for Building Staff Carryover	0	0	0
Assigned for Computer Notes and Leases	0	0	0
Assigned for Severance Pay	900,000	900,000	0
Assigned for Building Supplies	0	0	0
Assigned for Budget Stabilization	0	0	0
<b>Total Fund Equity Non-Spendable and Assigned</b>	<b>1,676,816</b>	<b>1,470,553</b>	<b>(206,263)</b>

\* Please see attached pages for detailed breakdown of budget and explanation of fluctuations.

**Traverse City Area Public Schools  
Foundation Allowance Analysis  
December 31, 2013**

<b>Calculation of Projected FTE Students</b>			<b>2014</b>	<b>2013</b>
February Student Count (projected 2014)	9,980	10%	998	996
October Student Count (actual)	10,065	90%	9,059	9,045
<b>Total Fiscal year FTE</b>			<b>10,057</b>	<b>10,041</b>

<b>Total Foundation Allowance Calculation</b>		<b>2014</b>	<b>2013</b>
Total Fiscal year FTE		10,057	10,041
Foundation Amount per Student		\$7,026	\$6,966
<b>Total Foundation Allowance</b>		<b>\$70,660,482</b>	<b>\$69,945,606</b>

<b>State and Local Portion of Foundation</b>		<b>Current Year</b>	<b>Prior Year</b>
non-Principal Residence Exemption		1,711,674,578	1,671,659,762
18 mills		0.0180	0.0180
<b>Local Portion of Foundation</b>		<b>30,810,142</b>	<b>30,089,876</b>
<b>State Portion of Foundation</b>		<b>39,850,340</b>	<b>39,855,730</b>

**Traverse City Area Public Schools  
General Fund Budget - Unrestricted Revenues  
For the Fiscal Years Ending June 30**

Revenue	2013-2014 Original	2013-2014 Amend 1	Variance	Note
Local Unrestricted	32,278,391	33,652,267	1,373,876	1
State Unrestricted	43,274,840	42,226,555	(1,048,285)	2
State Restricted	2,579,403	2,504,149	(75,254)	
Federal Restricted	0	5,354	5,354	
Incoming Transfers/Other	2,711,622	2,838,581	126,959	3
<b>Total Revenues</b>	<b>80,844,256</b>	<b>81,226,906</b>	<b>382,650</b>	

<b>Expenditures</b>				
<b>Instruction</b>				
Basic Instruction	44,062,405	43,095,110	(967,295)	4
Added Needs	6,637,466	6,506,231	(131,235)	5
<b>Total Instruction</b>	<b>50,699,871</b>	<b>49,601,341</b>	<b>(1,098,530)</b>	
<b>Support</b>				
Pupil	2,469,948	2,657,385	187,437	6
Instructional Staff	3,520,925	3,724,951	204,026	7
General Administration	606,750	598,687	(8,063)	
School Administration	6,009,813	6,140,743	130,930	8
Business Services	1,619,883	1,629,278	9,395	
Operations and Maintenance	8,618,173	8,657,683	39,510	
Pupil Transportation	5,064,258	5,193,274	129,016	9
Central Services	2,687,109	2,682,384	(4,725)	
Student Support Services	1,643,372	1,972,325	328,953	10
<b>Total Support Services</b>	<b>32,240,231</b>	<b>33,256,710</b>	<b>1,016,479</b>	
Community Services	0	0	0	
Other Uses - Outgoing Transfers & Other	415,053	352,252	(62,801)	
<b>Total Expenditures</b>	<b>83,355,155</b>	<b>83,210,303</b>	<b>(144,852)</b>	
Excess Revenue/(Expenditures)	(2,510,899)	(1,983,397)	527,502	
Fund Balance - July 1	7,129,323	7,129,323	0	
Fund Balance - June 30	4,618,424	5,145,926	527,502	
Less Non-Spendable and Assigned	1,676,816	1,470,553	(206,263)	
<b>Unassigned Fund Balance</b>	<b>2,941,608</b>	<b>3,675,373</b>	<b>733,765</b>	

<b>Fund Equity Non-Spendable and Assigned</b>				
Non-Spendable for Inventories	50,000	50,000	0	
Non-Spendable for Prepaids	100,000	100,000	0	
Assigned for Unrestricted "At Risk" Activities	0	0	0	
Assigned for Curriculum Development	0	0	0	
Assigned for Building Carryover	626,816	420,553	(206,263)	
Assigned for Department Carryover	0	0	0	
Assigned for Building Staff Carryover	0	0	0	
Assigned for Computer Notes and Leases	0	0	0	
Assigned for Severance Pay	900,000	900,000	0	
Assigned for Building Supplies	0	0	0	
Assigned for Budget Stabilization	0	0	0	
<b>Total Fund Equity Non-Spendable and Assigned</b>	<b>1,676,816</b>	<b>1,470,553</b>	<b>(206,263)</b>	

**Traverse City Area Public Schools  
General Fund Budget - Variance Explanation  
For the Fiscal Years Ending June 30**

(1) Variance is the result of adjusting state and local funding related to the foundation allowance. Approximately \$800,000 of this variance is there. The remaining increase is the result of tuition from the exchange program, technology service partnership with NMC and various one-time revenue sources.

(2) Variance is the result of adjusting state and local funding related to the foundation allowance. Approximately \$800,000 of this variance is there. The remaining negative variance is the result of the loss of Performance Based funding for fiscal year 2014 partially offset by an additional 14 students from the original budget.

(3) Variance is the result of a transfer from the Community Service-Childcare program for facility use.

(4) Variance is the result of several factors; shifting budget from instructional supplies to professional development, removing the student testing budget which was funded from a grant, updating budget for actual placement of staff and benefit costs compared to the original budget, and eliminating the contingency in original budget for staff FTE.

(5) Variance is the result of actual placement of staff and benefit costs compared to original budget.

(6) Variance is the result of buildings using a portion of their assigned fund balance to offset budget reductions.

(7) Variance is the result of shifting budget for instructional supplies to professional development as well as actual placement of staff and benefit costs compared to the original budget.

(8) Variance is the result of additional temporary support at Blair, TCAA contract settlement and actual placement of staff and benefit costs compared to the original budget.

(9) Variance is the result of adding 13.24 hours for special education routes as well as actual placement of staff and benefit costs compared to the original budget.

(10) Variance is the result of implementing the exchange program, change in accounting for activity functions (music, school publications, yearbook), and some one time expenses that were offset by one-time revenue.

**Traverse City Area Public Schools  
General Fund Budget - Restricted Local Funds  
For the Fiscal Years Ending June 30**

<b>Revenue</b>	2013-2014 Original	2013-2014 Amend 1	Variance	Note
Local Restricted	70,880	105,850	34,970	11
State Unrestricted			0	
State Restricted			0	
Federal Restricted			0	
Incoming Transfers/Other	100,000	185,121	85,121	11
<b>Total Revenues</b>	<b>170,880</b>	<b>290,971</b>	<b>120,091</b>	

<b>Expenditures</b>				
<b>Instruction</b>				
Basic Instruction	23,000	23,000	0	
Added Needs	96,136	121,447	25,311	11
<b>Total Instruction</b>	<b>119,136</b>	<b>144,447</b>	<b>25,311</b>	
<b>Support</b>				
Pupil	0	10,912	10,912	11
Instructional Staff	0	51,756	51,756	11
General Administration			0	
School Administration			0	
Business Services			0	
Operations and Maintenance	47,880	47,880	0	
Pupil Transportation	0	4,110	4,110	11
Central Services			0	
Student Support Services	0	3,081	3,081	11
<b>Total Support Services</b>	<b>47,880</b>	<b>117,739</b>	<b>69,859</b>	
Community Services	0	24,303	24,303	11
Other Uses - Outgoing Transfers & Other	3,864	4,482	618	11
<b>Total Expenditures</b>	<b>170,880</b>	<b>290,971</b>	<b>120,091</b>	
Excess Revenue/(Expenditures)	0	0	0	
Fund Balance - July 1	0	0	0	
Fund Balance - June 30	0	0	0	
Less Non-Spendable and Assigned	0	0	0	
<b>Unassigned Fund Balance</b>	<b>0</b>	<b>0</b>	<b>0</b>	

(11) These variances are the result of additional local grants awarded subsequent to our original budget adoption. See attached schedule for detail of all local restricted grants currently operated by TCAPS.



**Traverse City Area Public Schools  
General Fund Budget - Restricted State Funds  
For the Fiscal Years Ending June 30**

Revenue	2013-2014 Original	2013-2014 Amend 1	Variance	Note
Local Restricted			0	
State Unrestricted			0	
State Restricted	2,673,787	3,630,836	957,049	12
Federal Restricted			0	
Incoming Transfers/Other			0	
<b>Total Revenues</b>	<b>2,673,787</b>	<b>3,630,836</b>	<b>957,049</b>	

<b>Expenditures</b>				
<b>Instruction</b>				
Basic Instruction	489,600	904,167	414,567	12
Added Needs	1,677,037	1,807,794	130,757	12
<b>Total Instruction</b>	<b>2,166,637</b>	<b>2,711,961</b>	<b>545,324</b>	
<b>Support</b>				
Pupil	382,150	438,087	55,937	12
Instructional Staff	0	251,358	251,358	12
General Administration			0	
School Administration			0	
Business Services			0	
Operations and Maintenance			0	
Pupil Transportation	0	85,002	85,002	12
Central Services		4,828	4,828	12
Student Support Services			0	
<b>Total Support Services</b>	<b>382,150</b>	<b>779,275</b>	<b>397,125</b>	
Community Services	100,000	110,981	10,981	12
Other Uses - Outgoing Transfers & Other	25,000	28,619	3,619	12
<b>Total Expenditures</b>	<b>2,673,787</b>	<b>3,630,836</b>	<b>957,049</b>	
Excess Revenue/(Expenditures)	0	0	0	
Fund Balance - July 1	0	0	0	
Fund Balance - June 30	0	0	0	
Less Non-Spendable and Assigned	0	0	0	
<b>Unassigned Fund Balance</b>	<b>0</b>	<b>0</b>	<b>0</b>	

(12) These variances are the result of fully implementing state restricted programs once final numbers became known. These grants include the At-Risk grant and the At-Risk carryover, Great Start Readiness Program, and others. Please see attached schedule for detail of all state programs currently operated by TCAPS.

**Traverse City Area Public Schools  
General Fund Budget - Restricted Federal Funds  
For the Fiscal Years Ending June 30**

<b>Revenue</b>	<b>2013-2014 Original</b>	<b>2013-2014 Amend 1</b>	<b>Variance</b>	<b>Note</b>
Local Restricted			0	
State Unrestricted			0	
State Restricted			0	
Federal Restricted	1,802,570	2,236,574	434,004	13
Incoming Transfers/Other			0	
<b>Total Revenues</b>	<b>1,802,570</b>	<b>2,236,574</b>	<b>434,004</b>	

<b>Expenditures</b>				
<b>Instruction</b>				
Basic Instruction	0	0	0	
Added Needs	1,051,112	1,012,613	(38,499)	13
<b>Total Instruction</b>	<b>1,051,112</b>	<b>1,012,613</b>	<b>(38,499)</b>	
<b>Support</b>				
Pupil	56,685	40,781	(15,904)	13
Instructional Staff	577,094	975,549	398,455	13
General Administration			0	
School Administration			0	
Business Services			0	
Operations and Maintenance			0	
Pupil Transportation	12,817	4,713	(8,104)	13
Central Services	1,800	1,800	0	
Student Support Services			0	
<b>Total Support Services</b>	<b>648,396</b>	<b>1,022,843</b>	<b>374,447</b>	
Community Services	39,790	130,305	90,515	13
Other Uses - Outgoing Transfers & Other	63,272	70,813	7,541	13
<b>Total Expenditures</b>	<b>1,802,570</b>	<b>2,236,574</b>	<b>434,004</b>	
Excess Revenue/(Expenditures)	0	0	0	
Fund Balance - July 1	0	0	0	
Fund Balance - June 30	0	0	0	
Less Non-Spendable and Assigned	0	0	0	
<b>Unassigned Fund Balance</b>	<b>0</b>	<b>0</b>	<b>0</b>	

(13) These variances are the result of fully implementing federal restricted programs once final numbers became known. See the attached schedule for detail of all federal programs currently operated by TCAPS.

**Traverse City Public Schools  
School Service Fund - Food Services Program  
For the Fiscal Year Ending June 30,**

<b>Revenue</b>	<b>2013-2014 Original</b>	<b>2013-2014 Amend 1</b>	<b>Variance</b>	<b>Note</b>
Local	2,410,064	2,504,220	94,156	1
State	139,308	204,325	65,017	2
Federal	2,437,110	2,500,670	63,560	1
Incoming Transfers	25,000	25,000	0	
<b>Total Revenues</b>	<b>5,011,482</b>	<b>5,234,215</b>	<b>222,733</b>	

<b>Expenditures</b>				
Salaries and Wages	1,425,819	1,515,116	89,297	3
Employee Benefits	562,814	716,273	153,459	4
Purchased Services	255,443	197,067	(58,376)	3
Supplies and Other	2,757,406	2,885,759	128,353	5
Capital Outlay	10,000	20,000	10,000	
Operating Transfer	0	0	0	
<b>Total Expenditures</b>	<b>5,011,482</b>	<b>5,334,215</b>	<b>322,733</b>	

<b>Revenues Over/(Under) Expenditures</b>	<b>0</b>	<b>(100,000)</b>	<b>(100,000)</b>	
<b>Beginning Fund Balance July 1</b>	<b>835,483</b>	<b>835,483</b>	<b>0</b>	
<b>Ending Fund Balance June 30</b>	<b>835,483</b>	<b>735,483</b>	<b>(100,000)</b>	

**Variance Explanations**

- (1) The variance is the result of an increase in meal participation.
- (2) The variance is the result of accounting for MPSERS UAAL Rate Stabilization funds.
- (3) The variance is the result of accounting for the new Food Service Director as a TCAPS employee versus the contracted Interim Director.
- (4) The variance is the result of accounting for MPSERS UAAL Rate Stabilization funds as well as census changes in health insurance.
- (5) The variance is the result of increasing utilities as well as food costs related to increased participation.

**Traverse City Area Public Schools  
School Service Fund - Community Services  
For the Fiscal Years Ending June 30**

<b>Revenue</b>	<b>2013-2014 Original</b>	<b>20123-2014 Amend 1</b>	<b>Variance</b>	<b>Notes</b>
Local	2,380,000	2,360,000	(20,000)	
Federal Restricted	123,296	123,296	0	
Intermediate School District	0	0	0	
Incoming Transfers/Other (Sponsorship Revenue)	260,189	209,166	(51,023)	
<b>Total Revenues</b>	<b>2,763,485</b>	<b>2,692,462</b>	<b>(71,023)</b>	

<b>Expenditures</b>				
Salaries and Wages	1,533,170	1,450,395	(82,775)	
Employee Benefits	900,919	898,819	(2,100)	
Purchased Services	193,097	192,504	(593)	
Supplies and Other	161,277	180,457	19,180	
Capital Outlay	9,660	9,660	0	
Transfer to General Fund and Other	4,765	57,649	52,884	
<b>Total Expenditures</b>	<b>2,802,888</b>	<b>2,789,484</b>	<b>(13,404)</b>	
<b>Revenue Over/(Under) Expenditures</b>	<b>(39,403)</b>	<b>(97,022)</b>	<b>(57,619)</b>	
<b>Beginning Fund Balance July 1</b>	<b>482,742</b>	<b>482,742</b>	<b>0</b>	
<b>Ending Fund Balance June 30</b>	<b>443,339</b>	<b>385,720</b>	<b>(57,619)</b>	

**NOTE: This schedule combines Childcare, LEAP, and Community Service Federal Restricted Funds.**

**Traverse City Area Public Schools  
School Service Fund - Community Services - Childcare Programs  
For the Fiscal Years Ending June 30**

Revenue	2013-2014 Original	2013-2014 Amend 1	Variance	Notes
Local	2,158,000	2,138,000	(20,000)	1
Federal			0	
Intermediate School District			0	
Incoming Transfers/Other (Sponsorship Revenue)	90,189	39,166	(51,023)	2
<b>Total Revenues</b>	<b>2,248,189</b>	<b>2,177,166</b>	<b>(71,023)</b>	

<b>Expenditures</b>				
Salaries and Wages	1,297,708	1,225,380	(72,328)	3
Employee Benefits	778,902	769,746	(9,156)	3
Purchased Services	65,932	66,732	800	3
Supplies and Other	145,050	158,930	13,880	3
Capital Outlay	0	0	0	
Transfer to General Fund and Other	0	53,400	53,400	4
<b>Total Expenditures</b>	<b>2,287,592</b>	<b>2,274,188</b>	<b>(13,404)</b>	
<b>Revenue Over/(Under) Expenditures</b>	<b>(39,403)</b>	<b>(97,022)</b>	<b>(57,619)</b>	
<b>Beginning Fund Balance July 1</b>	<b>405,568</b>	<b>405,568</b>	<b>0</b>	
<b>Ending Fund Balance June 30</b>	<b>366,165</b>	<b>308,546</b>	<b>(57,619)</b>	

**Variance Explanations**

**Note 1:** Variance is the result of adjusting revenue generated from Childcare program offerings and participation.

**Note 2:** Variance is the result of a reduction in the General Fund transfer for Universal Preschool as a result of additional Great Start Readiness grant funds.

**Note 3:** Variance is the result of fully implementing Childcare program offerings.

**Note 4:** Variance is the result of a transfer to General Fund for facility use cost.

**Traverse City Area Public Schools**  
**School Service Fund - Community Services - Learning, Enrichment and Athletic Program**  
**For the Fiscal Years Ending June 30**

<b>Revenue</b>	<b>2013-2014 Original</b>	<b>2013-2014 Amend 1</b>	<b>Variance</b>	<b>Notes</b>
Local	222,000	222,000	0	
Federal			0	
Intermediate School District			0	
Incoming Transfers/Other (Sponsorship Revenue)	170,000	170,000	0	
<b>Total Revenues</b>	<b>392,000</b>	<b>392,000</b>	<b>0</b>	

<b>Expenditures</b>				
Salaries and Wages	180,824	171,938	(8,886)	1
Employee Benefits	94,022	99,278	5,256	1
Purchased Services	100,827	100,957	130	1
Supplies and Other	6,667	10,167	3,500	1
Capital Outlay	9,660	9,660	0	
Transfer to General Fund and Other	0	0	0	
<b>Total Expenditures</b>	<b>392,000</b>	<b>392,000</b>	<b>0</b>	
<b>Revenue Over/(Under) Expenditures</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Beginning Fund Balance July 1</b>	<b>77,174</b>	<b>77,174</b>	<b>0</b>	
<b>Ending Fund Balance June 30</b>	<b>77,174</b>	<b>77,174</b>	<b>0</b>	

**Variance Explanations**

**Note 1:** Variance is the result of fully implementing LEAP offerings.

**Traverse City Area Public Schools**  
**School Service Fund - Community Services - Restricted Federal Funds**  
**For the Fiscal Years Ending June 30**

Revenue	2013-2014 Original	2013-2014 Amend 1	Variance	Notes
Local			0	
Federal	123,296	123,296	0	
Intermediate School District			0	
Incoming Transfers/Other (Sponsorship Revenue)			0	
<b>Total Revenues</b>	<b>123,296</b>	<b>123,296</b>	<b>0</b>	

<b>Expenditures</b>				
Salaries and Wages	54,638	53,077	(1,561)	1
Employee Benefits	27,995	29,795	1,800	1
Purchased Services	26,338	24,815	(1,523)	1
Supplies and Other	9,560	11,360	1,800	1
Capital Outlay	0	0	0	
Transfer to General Fund and Other	4,765	4,249	(516)	1
<b>Total Expenditures</b>	<b>123,296</b>	<b>123,296</b>	<b>0</b>	
<b>Revenue Over/(Under) Expenditures</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Beginning Fund Balance July 1</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Ending Fund Balance June 30</b>	<b>0</b>	<b>0</b>	<b>0</b>	

**Variance Explanations**

**Note 1:** These variances are the result of fully implementing federal restricted programs once final numbers became known. See the attached schedule for detail of all federal programs currently operated by TCAPS.

### Federal Grants Summary for Fiscal Year 2013-2014

Restricted Federal Funds (14)	Allocation
IDEA Pre-School Incentives	\$ 81,536.00
State Match Grant - PE Nut (Oct-Jun)	\$ 74,440.00
Title I	\$ 1,304,260.00
Title I Carryover	\$ 107,259.00
Title II Part A	\$ 406,020.00
Title II Part A Carryover	\$ 119,990.00
Title III LEP (Limited English Proficient)	\$ 21,108.00
Title III LEP Carryover	\$ 17,101.00
Title IX Indian Education	\$ 57,017.00
Title X McKinney Vento (Homeless Assistance)	\$ 40,304.00
Title X McKinney Vento (Homeless Assistance) Carryover	\$ 7,539.00

Total: \$ 2,236,574.00

### State Grants Summary for Fiscal Year 2013-2014

Restricted State Funds (13)	Allocation
At Risk	\$ 1,557,094.00
At Risk Carryover	\$ 757,756.00
Great Start Readiness Program	\$ 1,001,805.00
Great Start Readiness Program Carryover	\$ 34,150.00
Tech Infrastructure 22i	\$ 200,500.00
Vocational Education	\$ 55,031.00
First Robotics	\$ 19,500.00
Early College (Transfer Articulation Grant)	\$ 105,000.00

Total: \$ 3,730,836.00



**Local Grants Summary for Fiscal Year 2013-2014**

Restricted Local Funds (12)	Allocation
GTB ActivBoard Carryover	\$ 214.00
GTB Assembly Carryover	\$ 300.00
GTB Enrichment - Old Mission Carryover	\$ 1,101.00
GTB Gender Equity Carryover	\$ 4,871.00
GTB Homeless Carryover	\$ 10,612.00
GTB Indian Education	\$ 100,000.00
GTB Indian Education Carryover	\$ 15,965.00
GTB Special Ed Swimming Carryover	\$ 8,221.00
GTB Tribal Flags - West Middle School Carryover	\$ 580.00
GTB Boots for Kids	\$ 10,000.00
Learning Points #1 Carryover	\$ 18,249.00
Way to Grow - Matching	\$ 13,640.00
Front Street Writers	\$ 70,880.00
IB Kellogg	\$ 33,257.00
Youth Corps	\$ 3,081.00

Total: \$ 290,971.00

**Community Service Grants Summary for Fiscal Year 2013-2014**

Restricted Community Service Funds (2F)	Allocation
21st Century CLC	\$ 123,296.00

Total: \$ 123,296.00

**Food Service Grants Summary for Fiscal Year 2013-2014**

Restricted Federal Funds (25)	Allocation
Fresh Fruit & Vegetable - TH	\$ 17,710.00

Total: \$ 17,710.00