

June 23, 2025 - Budget Hearing

Monday, June 23, 2025 5:00 PM

Elk Rapids High School Library, 308 Meguzee Point Dr, Elk Rapids, MI 49629

I. CALL TO ORDER: ROLL CALL/PLEDGE OF ALLEGIANCE

Board of Education:
President Jennifer Brown

Vice-President Tara Kribs
Secretary Sherry Steffen
Treasurer Darryl Antcliff
Trustee Scott Moore
Trustee Shana Wojtowicz
Trustee Jeff Hill

Central Staff:
Superintendent Bryan McKenna
Executive Assistant Kortni Huron
Director of Finance Laurie McCann

II. DISCUSSION ITEMS:

- Budget Revisions for Fiscal Year 2024/2025
- Budget Hearing for Fiscal Year 2025/2026

III. COMMUNICATIONS FROM THE PUBLIC RE: BUDGET HEARING

IV. ADJOURNMENT

Elk Rapids Schools
2024-25 Budgets
6/23/2025

	2024-25 Original Approved	2024-25 Revised Budget	2024-25 Final Budget
Revenues			
Local	\$11,096,125	\$12,036,009	\$ 12,384,756
State	\$4,334,027	\$2,246,861	\$ 4,617,974
Federal	\$646,074	\$173,985	\$ 238,119
One Time D/R State Restricted		\$250,000	\$ 250,000
Transfers from ISD / Other	\$252,186	\$110,836	\$ 304,775
Total Revenue	\$16,328,412	\$14,817,691	\$ 17,795,624
Expenditures			
Instructional - Basic Programs	\$7,894,268	\$6,579,356	\$ 6,401,809
Instructional - Added Needs	\$2,045,509	\$1,731,268	\$ 1,760,619
Support Services - Pupil	\$746,152	\$562,927	\$ 563,965
Support Services - Instructional	\$104,675	\$116,475	\$ 134,039
General Administration	\$515,920	\$509,351	\$ 497,818
School Administration	\$1,281,059	\$1,127,780	\$ 1,065,812
Business Services	\$360,730	\$532,307	\$ 428,920
Maintenance and Operations	\$1,514,075	\$1,663,075	\$ 1,593,317
Transportation	\$869,548	\$1,085,140	\$ 755,468
Central Support Services	\$506,424	\$383,976	\$ 633,567
Athletics	\$300,989	\$289,049	\$ 404,421
Community Services	\$26,335	\$19,665	\$ 33,692
GF Capital Projects	\$0	\$381,742	\$ 348,667
Transfer to Capital Projects Fund			\$ 3,000,000
Total Expenditures	\$16,165,684	\$14,982,111	\$ 17,622,114
Surplus(deficit)	\$162,728	(\$164,420)	\$173,510
Beginnig Fund Balance	\$2,609,275	\$2,609,275	\$ 2,609,275
Projected Ending Unrestricted Fund I	\$2,446,547	\$2,444,855	\$ 2,782,785
% of Operating Expenditures	15.13%	16.32%	15.79%

Elk Rapids Schools

2024-25 Food Service Budgets

6/23/2025

	2024-25 Original Budget
Revenues	
Local	\$53,150
State	\$382,250
Federal	\$479,057
Total Revenue	\$914,457
Expenditures	
Wages	\$23,000
Benefits	\$18,500
Purchased Services	\$400,000
Supplies	\$400,000
Other	\$150,000
Total Expenditures	\$991,500
Beginning Fund Balance	
Beginning Fund Balance	(\$77,043)
Beginning Fund Balance	\$296,638

Elk Rapids Schools

2024-25 Child Care Budgets

6/23/2025

	2024-25 Original Approved Budget	2024-25 Final Budget
Revenues		
Preschool	\$100,000	\$112,730
Kid's Club	\$150,000	\$85,430
GSRP Start-Up	\$50,000	\$50,000
GSRP	\$167,948	\$403,647
Total Revenue	\$467,948	\$651,807
Expenditures		
Wages	\$254,516	\$304,687
Benefits	\$119,512	\$202,771
Purchased Services	\$8,818	\$50,145
Supplies	\$20,007	\$54,284
GSRP Playground . Startup	\$50,000	\$25,000
Other	\$19,180	\$12,459
Total Expenditures	\$472,033	\$649,346
Beginning Fund Balance		
Beginning Fund Balance	\$2,962	\$2,962
Projected Ending Unrestricted Fund Balance	(\$1,123)	\$5,423

Elk Rapids Schools
2024-25 Trust and Agency
2025-26 Proposed Trust and Agency
6/23/2025

	2024-25 Final Budget	2025-26 Proposed Original Budget
Revenues		
Trust and Agency Funds Available	\$ 650,000	\$ -
Trust and Agency Estimated Revenue		\$ 500,000
Total Revenue	\$ 650,000	\$ 500,000
Expenditures		
Expenditures	\$ 650,000	
2025-26 Estimated Expenses		\$ 700,000
Total Expenditures	\$ 650,000	\$ 700,000

Elk Rapids Schools
2024-25 Capital Project Fund
2025-26 Capital Project Budget
6/23/2025

	2024-25 Final Budget	2025-26 Proposed Original Budget
Revenues		
Interest	0	150,000
Tax dollars transferred from General Fund	\$ 3,000,000	\$ -
Total Revenue	\$ 3,000,000	\$ 150,000
Expenditures		
Access Control Equipment	\$ 318,000	
Capital Projects		\$ 2,682,000
Total Expenditures	\$ 318,000	\$ 2,682,000

ERS has paid \$318,000 of the \$432,807 towards the Access Controls equipment. The BOE has committed \$891,000 to access panals, districts building updates. Superintendent McKenna and the Facility Committee will coordinate these funds with the bond contingency funds for projects to be determined in the next 2 years.

**Elk Rapids Schools
 2024-25 2020 Bond
 2025-26 Estimated Interest Earnings
 6/23/2025**

	2024-25 Final Budget	2025-26 Proposed Original Budget
Revenues		
Interest	\$ 605,817	\$ 300,000
Total Revenue	\$ 605,817	\$ 300,000
Expenditures		
Arbitrage to IRS Booked to Liability	\$ 500,000	
2025-26 Estimated Additional Arbitrage		\$ 100,000
Total Expenditures	\$ 500,000	\$ 100,000

The district has moved \$500,000 of the 2024-25 interest earning to the liability account in the 42 fund. It will continue to earn interest, but will not be available for construction obligations. Elk Rapids Schools has an estimated liability of \$600,000 to the IRS due to construction delays on the bond project. We have to send the IRS these Arbitrage funds at the end of bond construction. Based on the current construction schedule, arbitrage should be due by 6/30/2026.

During 2024-25 (to 6/20/23) ERS spent \$5,975,926.54 on this project. The June 2025 expenses has not been invoiced. There is \$1,258,806.96 in retainage on the projects (mostly the CMS portion). There is \$257,364.45 in purchase orders for CMS furniture and equipment outstanding that will be paid in 2025-26.

Elk Rapids Schools
2025-26 Budgets
6/23/2025

	2025-26 Proposed Budget
Revenues	
Local	\$ 13,384,756
State	\$ 3,504,974
Federal	\$ 180,000
Transfers from ISD / Other	\$ 200,000
Total Revenue	\$ 17,269,730
Expenditures	
Instructional - Basic Programs	\$ 7,041,990
Instructional - Added Needs	\$ 2,112,743
Support Services - Pupil	\$ 633,000
Support Services - Instructional	\$ 160,000
General Administration	\$ 530,000
School Administration	\$ 1,100,000
Business Services	\$ 600,000
Maintenance and Operations	\$ 1,993,317
Transportation	\$ 755,468
Central Support Services	\$ 633,567
Athletics	\$ 500,000
Community Services	\$ 53,000
GF Capital Projects	\$ 500,000
Transfer to Capital Projects Fund	\$ 650,000
Total Expenditures	\$ 17,263,085
Surplus(deficit)	\$6,645
Beginnig Fund Balance	\$ 2,609,275
Projected Ending Unrestricted Func	\$ 2,615,920
% of Operating Expenditures	15.15%

Elk Rapids Schools

2025-26 Food Service Budgets

6/23/2025

	2025-26 Proposed Original Budget	2024-25 Final Budget
Revenues		
Local	\$ 50,750	50750
State	\$ 363,284	363284
Federal	\$ 581,000	581000
Total Revenue	\$ 995,034	\$995,034
Expenditures		
Wages	\$ 25,000	21500
Benefits	\$ 22,000	15670
Purchased Services	\$ 437,915	437915
Supplies	\$ 400,000	363520
Equipment	\$ 60,000	105224
Other	\$ 60,000	58688
Total Expenditures	\$ 1,004,915	\$1,002,517
Revenue minus Expenses		
Revenue minus Expenses	\$ (9,881)	(\$7,483)
Beginning Fund Balance	\$ 289,155	\$296,638
Projected Ending Fund Balance	\$ 279,274	\$289,155

Elk Rapids Schools

2025-26 Child Care Budgets

6/23/2025

	2025-26 Original Proposed Budget
Revenues	
Preschool	\$100,000
Kid's Club	\$150,000
GSRP	\$330,000
Total Revenue	\$580,000
Expenditures	
Wages	\$325,000
Benefits	\$150,000
Purchased Services	\$45,000
Supplies	\$25,000
Other	\$25,000
Total Expenditures	\$570,000
Beginning Fund Balance	
Beginning Fund Balance	\$2,962
Projected Ending Unrestricted Fund Balance	\$12,962