Kalamazoo Public Library
General Operating Fund
Close Estimate
Fiscal year Ending June 30, 2008

	FY 06/07 Close Estimate Budget Revision	FY 06/07 Budgetary Actual	FY 07/08 Preliminary Budget	FY 07/08 Close Estimate Budget	Variance	%
Revenue						
Property Taxes	$ 10,695,440	$ 10,792,713	$ 11,253,642	$ 11,252,401	$ (1,241)	0.0%
State Grants	$ 321,448	$ 321,449	$ -	$ 282,590	$ 282,590	87.9%
Charges for Services	$ 141,500	$ 145,967	$ 141,500	$ 150,000	$ 8,500	6.0%
District Court Penal Fines	$ 260,000	$ 308,819	$ 270,000	$ 290,000	$ 20,000	7.7%
Other Revenue	$ 270,191	$ 330,295	$ 253,975	$ 277,394	$ 23,419	8.7%
Total Revenue	$ 11,688,579	$ 11,899,242	$ 11,919,117	$ 12,252,385	$ 333,268	2.9%
Expenditures						
Salaries & Benefits	$ 6,748,700	$ 6,534,925	$ 7,080,607	$ 7,156,987	$ (76,380)	-1.1%
Materials	$ 1,071,620	$ 947,565	$ 1,102,249	$ 1,110,790	$ (8,541)	-0.8%
Utilities	$ 234,758	$ 219,170	$ 241,509	$ 241,509	$ -	0.0%
Supplies	$ 213,150	$ 195,721	$ 198,520	$ 200,520	$ (2,000)	-0.9%
Buildings	$ 164,975	$ 149,334	$ 151,916	$ 153,340	$ (1,424)	-0.9%
Furniture & Equipment	$ 150,840	$ 111,327	$ 126,829	$ 129,905	$ (3,076)	-2.0%
Other	$ 1,372,491	$ 1,127,671	$ 1,474,241	$ 1,526,145	$ (51,904)	-3.8%
Total Operating Expenditures	$ 9,956,534	$ 9,285,711	$ 10,375,871	$ 10,519,196	$ (143,325)	-1.4%
Excess (Deficiency) of Revenue Over Expenditures	$ 1,732,045	$ 2,613,531	$ 1,543,246	$ 1,733,189	$ 189,943	
Operating Transfers Out						
Transfers to/from Other Funds/Prior adjustments	$ (7,422)	$ (7,422)	$ -	$ -	$ -	
Transfers to Capital Improvement Plan	$ 800,000	$ 800,000	$ 265,000	$ 800,000	$ (535,000)	
Transfer to Bond Issues Debt Service	$ 1,590,000	$ 1,590,000	$ 1,590,000	$ 1,590,000	$ -	
Total Expenditures & Transfers	$ 12,339,112	$ 11,668,289	$ 12,230,871	$ 12,909,196	$ (678,325)	
Excess (Deficiency) of Revenue and Other Sources Over Expenditures and Other Uses	$ (650,533)	$ 230,953	$ (311,754)	$ (656,811)	$ 345,057	
Beginning Fund Balance	$ 3,733,160	$ 3,750,639	$ 3,082,627	$ 3,981,591	$ 898,964	
Fund Balance Reserves						
Reserve for Cash Flow	$ 2,650,000	$ 2,650,000	$ 2,735,000	$ 2,800,000	$ 65,000	
Reserve for Tax Appeals Pending	$ 85,000	$ 85,000	$ -	$ -	$ -	
Total Reserves	$ 2,735,000	$ 2,735,000	$ 2,735,000	$ 2,800,000	$ -	
Unreserved Fund Balance	$ 347,627	$ 1,246,591	$ 35,873	$ 524,780	$ 488,907	
Audited Variance to Budget						
Total Ending Fund Balance	$ 3,082,627	$ 3,981,591	$ 2,770,873	$ 3,324,780	$ 553,907	

Kalamazoo Public Library's Property Tax Revenue is based upon a maximum allowable 3.9583 mills levied for operating purposes. The 3.9583 millage rate results from the effect of the Headlee rollback provision of MCL 211.34d upon the maximum authorized rate of 4.0 mills.

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Kalamazoo Public Library's General Operating Fund Close Estimate Budget is based upon Taxable Value submitted with the 2007 Tax Rate Request to Kalamazoo County and the taxing units of the district. The Taxable Values have been adjusted for the Renaissance Zone(s) and represent an overall 4.3% increase in tax revenues after reducing estimated revenue for projected delinquencies. Single Business Taxes reflect the final payment due from the City of Kalamazoo. Industrial Facilities Tax and District Court Penal Fine estimates reflect adjustments based upon receipts during fiscal year 2006-2007. State Aid has been estimated at a reduction of 17% from the amount granted to the library for 2007 and the Universal Service Fund reimbursement includes receipts due from last year as well as current year reimbursements.

Generally, adjustments to expenditures include allocations to salaries and benefits based upon the library's total compensation formula. The total 1.3% increase in expenditures is primarily (67%) due to increases in salaries and benefits and includes an overall 1.1 FTE increase in the staffing table. The remaining (33%) increase in budgeted expenditures are reallocations and adjustments for the need for additional internet capacity, contract services, and the repayment of adjustments to the tax base as a result of individual unit boards of review. Transfer include an additional $535,000 being invested in the Capital Improvement Plan, bringing the total investment to $800,000 for fiscal year 2007-2008, funding anticipated capital projects for building upgrades and improvements and the maintenance and upgrade of automation equipment.