

# Annual Comprehensive Financial Report



**Clinton Township, MI**

Year Ended  
June 30, 2023

**Annual Comprehensive Financial Report  
L'Anse Creuse Public Schools  
24076 F. V. Pankow Blvd  
Clinton Township, MI 48036**

**For the Fiscal Year Ended  
June 30, 2023**

**Board of Education**

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Vice President  
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**Superintendent of Schools**

Erik J. Edoff

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Assistant Superintendent for Business and Operations  
Assistant Superintendent for Human Resources  
Assistant Superintendent for Curriculum and Instruction  
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Director for Elementary Education  
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Director for Technology  
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Erik J. Edoff  
Rochelle O'Malley  
Dr. Greg Dixon  
Lisa Montpas  
Kim Rawski  
Laura Dixon  
Nancy Supanich  
Brandon Streng  
Donald Gratton

**Report Prepared by the Business Office Department**

Rochelle O'Malley, Assistant Superintendent for Business and Operations  
Beth Disbrow, Director for Finance

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**Erik J. Edoff**  
SUPERINTENDENT

**BUSINESS OFFICE**

**Rochelle M. O'Malley**  
ASSISTANT SUPERINTENDENT FOR  
BUSINESS AND OPERATIONS

**Beth Disbrow**  
DIRECTOR FOR FINANCE

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October 2023

To the Citizens and Board Members:

This introductory section of L'Anse Creuse Public Schools' (the "School District") annual financial report presents an overview of the School District, major initiatives, and program highlights.

### **Report Organization**

This report is organized into three sections; the introductory section, the financial section, and the statistical section.

The introductory section presents the organizational chart for the School District.

The financial section contains the auditor's opinion letter and the management's discussion and analysis report. The management's discussion and analysis report provides a more detailed analysis of the financial condition of the School District. The School District's basic financial statements, fund financial statements, and required supplemental information are also contained in this section.

The statistical section presents selected financial and demographic information on a multi-year basis when appropriate.

## **Management's Discussion and Analysis**

Generally accepted accounting principles under GASB Statement No. 34 require that management provide financial report users with a simple narrative introduction, overview, and analysis of the basic financial statements in the form of a management's discussion and analysis (MD&A), which is required supplemental information. This letter of transmittal is meant to complement the MD&A and should be read in connection with it. The MD&A can be found immediately following the independent auditor's report in the financial section of this report.

### **School District Background**

L'Anse Creuse Public Schools is a public school district operating under the laws of the State of Michigan to offer a free public education to all students within its boundaries. L'Anse Creuse Public Schools is located in the County of Macomb. The School District has an area of 35.4 square miles and includes all of Harrison Township, parts of Chesterfield, Clinton, and Macomb Townships, and small portions of the cities of Mount Clemens and St. Clair Shores. The School District is governed by a Board of Education consisting of seven publicly elected members.

The present School District resulted from the consolidation of five elementary school districts in 1954. Enrollment was then 1,600 students. Today approximately 546 teachers, providing for an approximate 19 to 1 teacher/student ratio, teach approximately 9,837 students. The School District is comprised of nine elementary schools, four middle schools, and three traditional high schools, including the Frederick V. Pankow Center for Career Education, which offers comprehensive career and job training in business, health service, trade, and industry. The DiAnne M. Pellerin Center is an NCA accredited, non-traditional high school that provides an alternative approach to the high school experience. The students at the DiAnne M. Pellerin Center engage in academic activities that lead to a L'Anse Creuse diploma. In addition, L'Anse Creuse Public Schools provides educational services to the Macomb County Juvenile Justice Center and adult education to the adult learners in our community and to the Macomb County Jail year-round.

The Annual Comprehensive Financial Report of L'Anse Creuse Public Schools for the fiscal year ended June 30, 2023, is submitted herewith. This report was prepared by the finance department and contains all activities under the control of the Board of Education. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the School District. We believe that the data, as presented, is accurate in all material respects and is presented in a manner designed to fairly set forth the financial position and results of operations of the School District as measured by the financial activity of its various funds, with all disclosures necessary to enable the reader to gain the maximum understanding of the School District's financial affairs. In accordance with the Board of Education's commitment to communication, detailed financial information related to the fiscal operations of the School District has been presented for public review on a timely basis throughout the year at Board of Education meetings.

### **Economic Condition and Outlook**

L'Anse Creuse Public Schools is maintained by the taxpayers of four townships (Harrison, Clinton, Chesterfield, and Macomb Townships) and small portions of the cities of Mount Clemens and St. Clair Shores. The taxable assessed valuations (TAVs) of these properties increased an average of 6.8 percent from the prior year. This increase in TAVs has a direct effect on the amount of revenue the School District will receive in state aid from the Michigan Department of Education. As the townships' TAVs increase, the local portion of revenue increases, and the Michigan Department of Education's portion of the foundation allowance decreases.

On March 15, 1994, Michigan voters went to the polls to vote on school funding reform. The ballot proposal passed, amending the State of Michigan Constitution. State Aid Act 5123, Sec. 20, (1) provides basic foundation allowance and a formula for a supplemental allowance for 1994–1995. Sec. 20, (2) is the language for the base allowance for 2022–2023. Sec. 147, (2) mandates the shifting of the employer's share for employee Social Security and state retirement costs previously paid by the State to the local district. The Michigan Public School Employees' Retirement System (MPSERS) underwent massive reform during the 2013 fiscal year. As a result of



the reform, employees have options in which to choose for retirement. Based on an employee's retirement choice, the MPSERS contribution rate can range from 20.96% to 28.23%.

L'Anse Creuse Public Schools is primarily made up of residential communities. The major industries are industrial and retail. All four communities within the district boundaries experienced an increase in the issuance of single-family building permits. Chesterfield, Clinton, Harrison Township, and Macomb Township showed decreases from 2021 to 2022: 67.59%, 30.77%, 40.00%, and 17.09% respectively.

L'Anse Creuse Public Schools owns and maintains 20 buildings, of which two are used for administrative and support services. Buildings were constructed between 1954 and 2013.

### **Major Initiatives**

The L'Anse Creuse Board of Education adopted a strategic plan for the School District during 2013–2014. The committee consisted of several board members, School District administrators, teachers, support staff, students, and parents. They met several times in the spring to collaborate on the School District's goals. The plan was presented and approved by the Board of Education in June 2014. Planning committees have been created and are working on a new strategic plan for fiscal year 2024.

The current mission statement answers our reason for being. It is: “To create a challenging collaborative learning community which prepares all students for success in global society”. The goals of the strategic plan are as follows:

1. Engage students in real-world experiences that develop life-long learners to be successful in a technological and dynamic global society.
2. Provide all students within our community with opportunities and experiences that encourage and challenge them to reach their personal best.
3. Ensure financial stability while maintaining high quality educational programs and services for all.
4. Strengthen our evolving identity where all community members celebrate successes, promote community pride and believe and support L’Anse Creuse is the home of the best students, parents and educators.

In addition to the mission, we have seven beliefs:

1. High academic and behavioral expectations for all learners
2. A safe and nurturing learning environment
3. Instruction that prepares students for a global society
4. Fiscal responsibility
5. Respect for all individuals
6. Collaborative partnerships with community members, parents and teachers

## 7. The importance of district tradition and history

We believe that a strategic plan results in a common purpose, common sense of direction, priorities for change, protection against overextending, goal-orientation, and longer-term effort.

**For the Year** – L’Anse Creuse Public Schools believes that an alcohol- and drug-free school system is essential for a healthy community. The challenge of meeting this belief is aided by the activities of the L’Anse Creuse Community Action Coalition (CAC).

The CAC is composed of school staff, business leaders, law enforcement officials, and health and service professionals who work as a team to promote, enhance, and maintain a zero-tolerance policy regarding alcohol, tobacco, and other drugs, while helping students cope with the day-to-day stresses of being a teen.

L’Anse Creuse Public Schools voluntarily participates in Cognia accreditation at the high school level. All high schools are presently accredited by Cognia.

L’Anse Creuse attendance rates average more than 80.88 percent daily. Scholarship monies offered to L’Anse Creuse seniors totaled approximately \$1.8 million. All high school students take the PSAT and SAT test.

Many L’Anse Creuse students and staff continue to be recognized for excellence through state and national awards. They received honors in writing, speech, music, athletics, co-teaching, art, technology, science, reading, journalism, and more. To enhance effective aspects of the educational process, both high schools instituted a community service requirement. The L’Anse Creuse class of 2023 contributed over 99,000 hours of service. This is viewed as a model throughout the state for the students and staff of other districts.

The L’Anse Creuse Foundation is an independent, nonprofit organization formed in 1989 by community business members and L’Anse Creuse Public Schools. The Foundation is dedicated to obtaining additional financial

resources for students within the School District to enhance educational opportunities and provide scholarships. To date, the Foundation has been able to award over \$633,000 in grants and scholarships. This past year, it awarded nearly \$15,383 in grants to teachers and \$11,000 in scholarships for graduating high school seniors and \$5,870 in special funding for events and projects district wide.

In June 2010, the Boards of Education for L'Anse Creuse Public Schools and New Haven Community Schools entered into a shared service agreement. The first agreement went into effective for the 2011 fiscal year. The Board has elected to continue the agreement through the 2023 fiscal year. Under this agreement, L'Anse Creuse Public Schools shall provide grant management services.

**For the Future** – Michigan Public Acts 25 and 335 (P.A. 25 and P.A. 335) of 1990 made changes in the School Code of Michigan. P.A. 335 further expanded P.A. 25. P.A. 25 requires annual reporting on at least the following seven areas:

- School improvement
- Core curriculum
- Accreditation
- Student achievement
- Parent participation
- Retention rates
- Specialized schools

P.A. 335 requires grade level indicators be developed and distributed to parents, students, and the community.

Every year, written annual reports are posted on each school's web page, as well as the School District's website.

Implementation of essential curriculum is crucial to our mission of teaching all students. We are constantly working on revising and aligning our curriculum. We continue to fully implement the Michigan State Standards,

as required by the Michigan Department of Education. We will continue to monitor curriculum and student achievement in English, mathematics, science, and social studies. Instructional strategies, assessments, and class offerings are monitored and adjusted regularly. L'Anse Creuse Public Schools continues a commitment to building a strong academic program through quality curriculum alignment and professional development.

**Department Focus** – L'Anse Creuse Public Schools employs one teacher for every 19 students. We are very proud of the accomplishments of our dedicated, hard-working staff over the past year. Some of the more significant department accomplishments are as follows:

- Students certified by the L'Anse Creuse special education department receive vocational programming beginning at the elementary school level that continues through the middle school program. The first two years of high school continue to emphasize the vocational application of the skills learned in the subjects taken by the students, as well as those learned through agency supported programming such as Pre-Early Transition Services through the Michigan Department of Labor and Economic Opportunity. Beginning in their junior year, the students have a variety of vocational training and work placement opportunities available to them. The special education department participates in the Michigan Business Partnership School Adoption Program, Community-based Vocational Programs, MDE Cash Match Program, Targeted Job Tax Credit Program through the Michigan Employment Security Agency (MESA), and our own work study program. Each of the programs provides opportunities for students receiving special education services.
- Co-teaching at the elementary and secondary levels continues to prove very effective at improving the social and educational skills of the students involved. This is achieved through a partnership between special education and general education teachers who work together to take an active role in the teaching responsibilities of students receiving special education services. Overall, this is an excellent program undergoing continuous and positive changes.

- L’Anse Creuse conducts a preschool screening program for all four-year-old children in the School District. This past year, 266 phone calls were made and 69 children participated in the screening process. This process provides the parent with information concerning the pre-kindergarten readiness skills of their children.
- In addition to preschool screening, L’Anse Creuse Public Schools operates five Early Childhood Special Education classrooms for the preschool-age student who qualifies. These programs provide the children with a rich language development-based curriculum that maximizes each child’s ability to grow socially and increases his or her readiness skills. This year, approximately 99 children were involved in this preschool experience.
- L’Anse Creuse Public Schools offers a number of excellent pre-kindergarten programs. The L’Anse Creuse Early Childhood Program offers tuition-based preschool, The Great Start Readiness Program, before and after school care, and full-day childcare. The main goal is the healthy development of children in a loving and caring environment with the focus on child-centered activities and the development of the whole child.
- Transitional Kindergarten (TK) is offered at two of our elementary schools. This program is best suited for kindergarten-age children who would benefit from the “gift of time” to develop socially, emotionally, and academically before progressing to kindergarten (K) the following year. The program is designed to deliver and experience the kindergarten curriculum and standards for 2 years (in TK and K). Teachers are able to work with smaller groups, individualize work as needed, connect with parents about how to help at home and identify areas of need. Students benefit from multiple exposures to the standards, as well as a focused social-emotional program to strengthen those skills prior to kindergarten. This program started in the 2020-2021 school year.

- The L'Anse Creuse Center for Lifelong Learning (CLL) is a program that caters to the unique educational needs of individuals ages 17 and older in the areas of GED preparation, literacy development, ESL (English as a Second Language), career retraining programming, and testing/assessment opportunities.
- The DiAnne M. Pellerin Center provides alternative educational programming for local students ages 14–19 in core academic content areas and elective programming such as art, technology, and vocational education. A cornerstone to the program is a highly effective, required, counseling component that assists students to deal with social, behavioral, and emotional issues that may have previously contributed to lower academic achievement in the student. The students engage in interactive learning activities in a small environment, which also provides growth in student organizations, activities, and events. The DiAnne M. Pellerin Center has been accredited by NCA–CASI.
- The DiAnne M. Pellerin Center has a program designed to meet the individual needs of students who attend. The Center focuses on each student's individual learning needs and curricular concerns. Students work on self-paced curriculum with extensive tutoring support. Students can expedite their progress in higher-level learning curriculums.
- The Macomb County Juvenile Justice Center School is a unique public-school program operated by L'Anse Creuse Public Schools Department of Special Education in conjunction with the Macomb County Juvenile Court. Two major goals of the program are to provide a positive learning environment and to improve student competency for delinquent, neglected, and/or abused children who reside in the Juvenile Justice Center. The Macomb County Juvenile Justice Center School had 361 enrollments in 2022–2023 (August–June). The facility includes 140 beds and is accredited through the Correctional Education Association as meeting specific national standards.

- Correctional education provides a comprehensive curriculum for incarcerated adults housed in the Macomb County Jail. The curriculum for this department of adult education is broad-based and encompasses academic classes, General Equivalency Degree (GED) preparation, career counseling, employability skills, and transition services.
- The L’Anse Creuse Community Education Program is a full-service program that provides educational, enrichment, fitness and recreational activities for students from preschool age to senior citizen status. In 2022–2023, the Community Education Program served over 1,677 community members. Following our strategic plan to relaunch Community Education, offerings were chosen based on community feedback, staffing and logistics during the final stages, of the pandemic. Notable, high interest offerings were fall and winter cheer, wrestling, golf, competitive swim and pool rentals. In addition, the high demand senior aquatics were reinstated during the spring/summer season. Lastly, Community Education is proud to be the only local district to offer Trips and Tours during the spring season. This program offers senior citizens a varied schedule of free and fee-based classes and activities that help to meet the educational, recreational, and social needs of the senior citizen community.
- The School Age Child Care Program offers before and after school childcare services in nine elementary buildings when school is in session. The program is licensed by the state of Michigan and is staffed by certified childcare workers. In the 2022–2023 school year, the program serviced 1,253 students, ages 5–12.
- Summer day camp is provided at two school buildings within the School District for summer childcare services. The all-day program featured special events, science and technology experiences, and fitness and recreational opportunities for children ages 5–12 years. For Summer 2022, over 384 students were registered in our Day Camps.



- The School District has a unique program to help its students. Recognizing that for some students the only meal of the day comes from the federally funded National School Lunch Program, the School District continued its partnership with Gleaners Food Bank through the Food- 4-Kids Program. The monthly program provides non-perishable food as well as fresh fruit, vegetables, and large packages of fish, beef or chicken. The program serves approximately 200 students each month. The School District, recognizing that there is still a need during the summer months, continued the program during the summer. In summer 2022, over 90 families were enrolled in the program, serving approximately 200 children.
- During 2022-2023 the USDA waivers that provided free meals to ALL students expired, so the free or reduced meals were available only to students that qualified upon income eligibility status. Meal service was continued at all levels for 2022-2023 and breakfast was offered in the cafeteria to provide a larger variety of breakfast choices including hot breakfast. Due to the large participation at the elementaries that were CEP the breakfast was served in the hallway, utilizing breakfast carts.
- In June through August, the School District, through the Summer Food Service Program, offered a summer meal program to the School Districts' students. The program, called Meet Up and Eat Up, was a continuation of the meal services we provided during the school year. The program had 3 income eligible mobile sites and 2 camp sites. At the 2 summer camp sites, free meals were offered to students that attended the camp and the students that walked in from the nearby neighborhood.

### **Internal Accounting Controls**

An internal control system has been designed to ensure that the assets of L'Anse Creuse Public Schools are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met.

The concept of reasonable assurances recognizes that (1) the cost of the control should not exceed the benefits likely to be derived and (2) the valuation of cases and benefits requires estimates and judgments by management. As a recipient of federal and state financial assistance, L'Anse Creuse Public Schools is responsible for ensuring that an adequate internal control system is in place to ensure compliance with applicable laws and regulations related to those programs. The internal control system is subject to periodic review by management.

As part of the L'Anse Creuse Public Schools single audit, internal controls over financial reporting were considered in the planning and performance of the audit, and tests of compliance with certain provisions of laws, regulations, contracts, and grants were performed. The results of L'Anse Creuse Public Schools' single audit for the fiscal year ended June 30, 2023, provided no instances of material weaknesses in the internal control system or violations of applicable laws and regulations.

### **Budgetary Control**

The level of budgetary control (that is, the level at which expenditures cannot legally exceed appropriated amounts) is established in accordance with a resolution of the L'Anse Creuse Public Schools Board of Education. Budgets are legally adopted for the General Fund and the special revenue funds.

The School District's budgetary control and system of internal accounting were designed to adequately safeguard assets and provide reasonable assurances of proper recording of financial transactions. A budget oversight and development process is in place that is focused on achievement of the School District's strategic plan. Ultimate budget oversight for the entire School District rests with the superintendent and the assistant superintendent for business and operations. Budget variances are discussed in the management's discussion and analysis and detailed in Note 2 to the financial section.

The report of L'Anse Creuse Public Schools' independent certified public accountants, Yeo & Yeo, appears on pages of this report. Their audit of the basic financial statements was performed in accordance with auditing

standards generally accepted in the United States of America and *Government Auditing Standards* and, accordingly, included consideration of the Board of Education's system of budgetary and accounting controls.

### **Independent Audit**

State of Michigan statutes require that each school district have an annual audit conducted by independent certified public accountants. The L'Anse Creuse Public Schools Board of Education appointed the accounting firm of Yeo & Yeo, to perform this service for the 2022–2023 fiscal year. In addition, OMB Circular A–133 requires that all governmental recipients of federal assistance have organizational–wide financial and compliance audits on an annual basis.

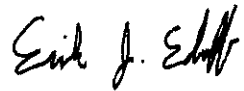
Both of these requirements have been met. The auditor's report on the basic financial statements is included herein, with an unqualified opinion, containing no scope limitations.

### **Acknowledgements**

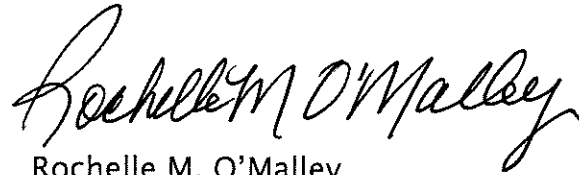
The preparation of this report on a timely basis could not have been accomplished without the effort and dedicated services of the entire staff of the financial department. We would like to express our appreciation to all the members of this office who assisted in the timely closing of the School District's financial records and the preparation of this report.

We would also like to express our appreciation to other departments and individuals who assisted in the preparation of this report.

Sincerely,



Erik Edoff  
Superintendent of Schools



Rochelle M. O'Malley  
Assistant Superintendent for  
Business and Operations

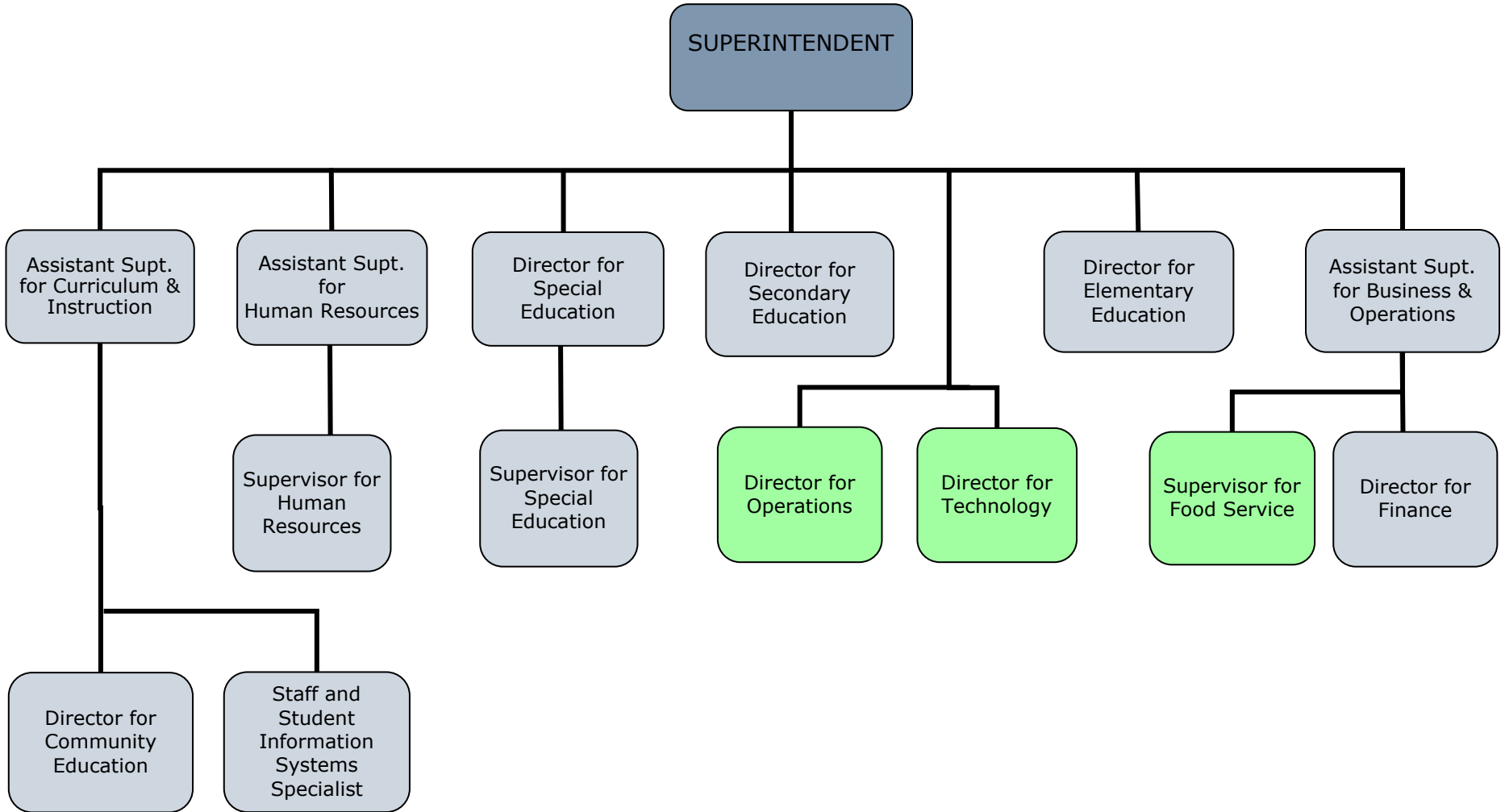


Beth A. Disbrow  
Director for Finance

# Harry L. Wheeler Community Center and Administrative Offices

## Central Administration

2022-2023 School Year



1 - xvi **Note: Positions in blue boxes are located at the Wheeler Center, green boxes are located at the Brender Center.**

## Independent Auditor's Report

Management and the Board of Education  
L'Anse Creuse Public Schools  
Clinton Township, Michigan

### Report on the Audit of the Financial Statements

#### Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of L'Anse Creuse Public Schools, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise L'Anse Creuse Public Schools' basic financial statements as listed in the table of contents.

In our opinion, based on our audit the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of L'Anse Creuse Public Schools, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of L'Anse Creuse Public Schools, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about L'Anse Creuse Public Schools' ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of L'Anse Creuse Public Schools' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about L'Anse Creuse Public Schools' ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

## **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of the school district's proportionate share of the net pension liability, and schedule of the school district's pension contributions, schedule of the school district's proportionate share of the net OPEB liability, and schedule of the school district's OPEB contributions identified in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information, because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

## **Other Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise L'Anse Creuse Public Schools' basic financial statements. The other supplementary information, as identified in the table of contents, is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The other supplementary information, as identified in the table of contents, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information, as identified in the table of contents, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## **Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.



### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 2, 2023, on our consideration of L'Anse Creuse Public Schools' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of L'Anse Creuse Public Schools' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering L'Anse Creuse Public Schools' internal control over financial reporting and compliance.

*Yeo & Yeo, P.C.*

Flint, Michigan  
October 2, 2023

## MANAGEMENT'S DISCUSSION AND ANALYSIS

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# L'Anse Creuse Public Schools

## Management's Discussion and Analysis (Continued)

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This section of L'Anse Creuse Public Schools' (the "School District") annual financial report presents our discussion and analysis of the School District's financial performance during the year ended June 30, 2023. Please read it in conjunction with the School District's financial statements, which immediately follow this section.

### **Using this Annual Report**

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand L'Anse Creuse Public Schools financially as a whole. The district-wide financial statements provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. The fund financial statements provide the next level of detail. For governmental activities, these statements tell how services were financed in the short term as well as what remains for future spending. The fund financial statements look at the School District's operations in more detail than the district-wide financial statements by providing information about the School District's most significant funds - the General Fund and the 2023 Refunding Bond Debt Fund and all other funds presented in one column as nonmajor funds. Three of the remaining statements, the statement of fiduciary net position, the statement of changes in fiduciary net position and the statement of changes in assets and liabilities present financial information about activities for which the School District acts solely as an agent for the benefit of students and parents. The other remaining statements relate to the School District's Proprietary Funds (Internal Service Funds).

Management's Discussion and Analysis (MD&A)  
(Required Supplementary Information)

### Basic Financial Statements

District-wide Financial Statements

Fund Financial Statements

Notes to the Basic Financial Statements

### Required Supplemental Information

Budgetary Comparison Schedule

Schedule of the School District's Proportionate Share of the Net Pension/OPEB Liability

Schedule of the School District's Contributions

### Other Supplementary Information

## **L'Anse Creuse Public Schools**

### **Management's Discussion and Analysis (Continued)**

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#### ***Reporting the School District as a Whole - District-wide Financial Statements***

One of the most important questions asked about the School District is, "As a whole, what is the School District's financial condition as a result of the year's activities?" The statement of net position and the statement of activities, which appear first in the School District's financial statements, report information on the School District as a whole and its activities in a way that helps you answer this question. We prepare these statements to include all assets and liabilities, using the accrual basis of accounting, which is similar to the accounting used by most private sector companies. All of the current year's revenue and expenses are taken into account regardless of when cash is received or paid.

These two statements report the School District's net position - the difference between assets and liabilities, as reported in the statement of net position - as one way to measure the School District's financial health or financial position. Over time, increases or decreases in the School District's net position - as reported in the statement of activities - are indicators of whether its financial health is improving or deteriorating. The relationship between revenue and expenses is the School District's operating results. However, the School District's goal is to provide services to our students, not to generate profits as commercial entities do. One must consider many other nonfinancial factors, such as the quality of the education provided and the safety of the schools, to assess the overall health of the School District.

The statement of net position and the statement of activities report the governmental activities for the School District, which encompass all of the School District's services, including instruction, support services, community services, athletics, child care, and food services. Property taxes, unrestricted state aid (foundation allowance revenue), and state and federal grants finance most of these activities.

#### ***Reporting the School District's Most Significant Funds - Fund Financial Statements***

The School District's fund financial statements provide detailed information about the most significant funds - not the School District as a whole. Some funds are required to be established by state law and by bond covenants. However, the School District establishes many other funds to help it control and manage money for particular purposes (the Food Service Fund is an example) or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (such as bond-funded construction funds used for voter-approved capital projects). The governmental funds of the School District use the following accounting approach:

**Governmental Funds** - All of the School District's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year end that are available for spending.

They are reported using modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the operations of the School District and the services it provides.

Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the School District's programs. We describe the relationship (or differences) between governmental activities (reported in the statement of net position and the statement of activities) and governmental funds in reconciliations.

## **L'Anse Creuse Public Schools**

### **Management's Discussion and Analysis (Continued)**

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**Proprietary Funds** – Proprietary fund reporting focuses on economic resources measurement and full accrual accounting. The proprietary fund statements present a long-term view of operations and the services it provides to other funds. Revenue and expenditures are recorded when earned or obligated, regardless of when the cash is actually paid.

#### **The School District as Trustee - Reporting the School District's Fiduciary Responsibilities**

The School District is the trustee, or fiduciary, for one fiduciary fund. The student activity fund represents the activities of the student and parent groups for school and school-related purposes and are considered an Agency Fund. The scholarship fund is considered a private purpose trust which includes contributions received by the School District to be awarded in the form of scholarships. All of the School District's fiduciary activities are reported in a separate statement of fiduciary net position. We exclude these activities from the School District's other financial statements because the School District cannot use these assets to finance its operations. The School District is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

# L'Anse Creuse Public Schools

## Management's Discussion and Analysis (Continued)

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### The School District as a Whole

Recall that the statement of net position provides the perspective of the School District as a whole. Table 1 provides a comparative summary of the School District's net position as of June 30:

Table 1	June 30	
	2023	2022
	(in millions)	
<b>Assets</b>		
Current and other assets	\$ 48.3	\$ 48.7
Capital assets	202.2	202.6
Total assets	250.5	251.3
<b>Deferred Outflows of Resources</b>		
Total assets and deferred outflows of resources	93.3	52.6
<b>Liabilities</b>		
Current liabilities	21.8	22.7
Net pension liability	255.1	158.4
Net OPEB liability	14.3	10.3
Long-term liabilities	240.0	256.5
Total liabilities	531.2	447.9
<b>Deferred Inflow of Resources</b>		
Total liabilities and deferred inflows of resources	45.3	109.2
<b>Net Position</b>		
Net investment in capital assets	(33.6)	(45.7)
Restricted	3.2	0.5
Unrestricted	(202.3)	(208.0)
Total net position	<b>\$ (232.7)</b>	<b>\$ (253.2)</b>

## **L'Anse Creuse Public Schools Management's Discussion and Analysis (Continued)**

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The following analysis focuses on the net position (see Table 1) of the School District's governmental activities is discussed below. The School District's net position was a deficit of \$232.7 million at June 30, 2023, which is an improvement of \$20.5 million. Capital assets, net of related debt totaling a negative \$33.6 million, compares the original cost, less depreciation, of the Schools Districts capital assets, to long-term debt used to finance the acquisition of those assets. Most of the debt will be repaid from voter-approved property taxes collected as the debt service comes due. Restricted net position is reported separately to show legal constraints from debt covenants and enabling legislation that limit the School District's ability to use this net position for day to day operations. The remaining amount of net position (a deficit of \$202.3 million) was unrestricted.

The unrestricted net position balance enables the School District to meet working capital and cash flow requirements as well as to provide for future uncertainties. A total of \$202.3 million of this deficit unrestricted net position is the School Districts proportionate share of the net pension and OPEB liabilities related to the Michigan Public School Employees' Retirement System. The operating results of the General Fund will have a significant impact on the change in unrestricted net position from year to year.

The key reason for the change in net position showing a decrease was due to a decrease in long-term debt related to bonds and the school loan revolving fund. These items had a net decrease of \$19.0 million due primarily to repayment of principal. A reconciliation of the changes in net position appears in the basic financial statements.

## L'Anse Creuse Public Schools Management's Discussion and Analysis (Continued)

The results of this year's operations for the School District as a whole are reported in the statement of activities, which shows the changes in net position for fiscal years 2023 and 2022 (see Table 2).

Table 2	Governmental Activities	
	Year Ended June 30	
	2023	2022
	(in millions)	
<b>Revenue</b>		
Program revenue:		
Charges for services	\$ 5.9	\$ 4.8
Operating grants	59.5	46.0
General revenue:		
Property taxes	39.0	36.8
State aid - Unrestricted	68.1	65.7
Other	0.5	5.9
Total revenue	173.0	159.2
<b>Functions/Program Expenses</b>		
Instruction	78.2	66.0
Support services	48.2	39.3
Athletics	2.2	1.2
Food services	4.9	4.3
Community services	2.5	1.5
Interest and other expenses on long-term debt	8.0	6.6
Loss on sale of capital assets (unallocated)	0.1	1.5
Depreciation (unallocated)	8.4	8.5
Total functions/program expenses	152.5	128.9
<b>Decrease in Net Position</b>	20.5	30.3
<b>Net Position - Beginning of year</b>	(253.2)	(283.5)
<b>Net Position - End of year</b>	<b>\$ (232.7)</b>	<b>\$ (253.2)</b>



## **L'Anse Creuse Public Schools**

### **Management's Discussion and Analysis (Continued)**

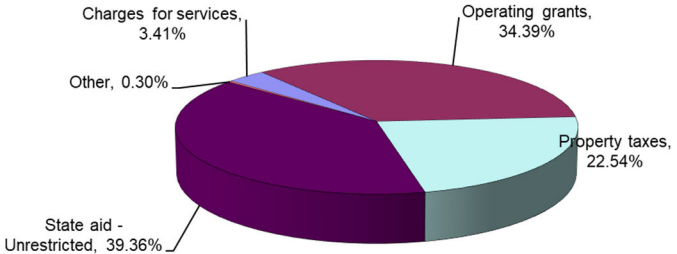
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As reported in the statement of activities, the cost of all of our governmental activities this year was \$152.5 million. Certain activities were partially funded from those who benefitted from the programs, \$5.9 million, or by other governments and organizations that subsidized certain programs with grants and contributions, \$59.5 million. We paid for the remaining "public benefit" portion of our governmental activities with \$39.0 million in taxes, \$68.1 million in unrestricted state aid, and \$.5 million of our other revenue comprised of interest and general entitlements.

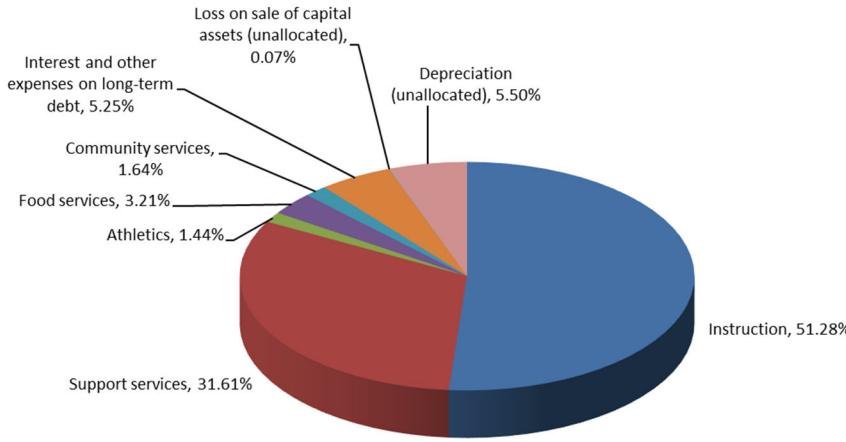
As discussed above, the net cost shows the financial burden that was placed on the State and the School District's taxpayers by each of these functions. Since property taxes for operations and unrestricted state aid constitute the vast majority of district operating revenue sources, the Board of Education and administration must annually evaluate the needs of the School District and balance those needs with state-prescribed available unrestricted resources.

# L'Anse Creuse Public Schools Management's Discussion and Analysis (Continued)

## Analysis of Revenue – Governmental Activities Year Ended June 30, 2023



## Analysis of Expenses - Governmental Activities Year Ended June 30, 2023



## **L'Anse Creuse Public Schools**

### **Management's Discussion and Analysis (Continued)**

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#### **The School District's Funds**

As we noted earlier, the School District uses funds to help it control and manage money for particular purposes. Looking at funds helps the reader consider whether the School District is being accountable for the resources taxpayers and others provide to it and may provide more insight into the School District's overall financial health.

As the School District completed this year, the governmental funds reported a combined fund balance of \$24.8 million, which is an increase from last year of \$0.3 million. The primary reasons for changes within major funds are as follows:

- In the General Fund, our principal operating fund, the fund balance increased approximately \$1.0 million to \$18.5 million.
- The total of the other funds, which consist of Debt Service Funds, Special Revenue Funds, and Capital Project Funds, decreased \$0.7 million with an ending fund balance of \$6.3 million.
- The proprietary fund accounts for certain services provided to other funds on a cost reimbursement basis. The activity in these funds reflects expenditures or transfers from the other funds totaling approximately \$1.7 million, which represents the cost of the obligations from previous year as well as current year activities.

#### **General Fund Budgetary Highlights**

Over the course of the year, the School District reviews its budget as it attempts to deal with unexpected changes in revenue and expenditures. State law requires that the budget be amended to ensure that expenditures do not exceed appropriations. A schedule showing the School District's original and final budget amounts compared with amounts actually paid and received is provided as required supplementary information of these financial statements. A summary of the significant deviation from budget to actual is as follows:

- The variance between the budgeted and actual revenue was unfavorable by approximately \$4.5 million. The majority of the variance is due to federal sources. These funds are required to be fully budgeted for in the year they are received.
- Overall, the General Fund resulted in a favorable variance of approximately \$3.9 million.

## L'Anse Creuse Public Schools Management's Discussion and Analysis (Continued)

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### Capital Assets and Debt Administration

#### **Capital Assets**

As of June 30, 2023, the School District had \$202.2 million invested in a broad range of net capital assets, including buildings improvements, vehicles, furniture, and equipment. This amount represents a net decrease (including additions, disposals and depreciation) of approximately \$0.3 million.

	<u>2023</u>	<u>2022</u>
Land & Construction in Progress	\$ 8,400,891	\$ 6,287,331
Buildings and building improvements	340,479,818	339,115,864
Buses and other vehicles	8,417,718	7,448,506
Furniture and equipment	<u>40,952,648</u>	<u>39,727,832</u>
Total capital assets	398,251,075	392,579,533
Less accumulated depreciation	<u>196,015,348</u>	<u>190,000,606</u>
Net capital assets	<u><b>\$ 202,235,727</b></u>	<u><b>\$ 202,578,927</b></u>

This year's reduction of net capital assets includes depreciation of approximately \$8.4 million. New purchases for building improvements, furniture and equipment, technology, as well as buses comprise the balance of approximately \$8.1 million. Existing debt funded majority of additions.

We present more detailed information about our capital assets in Note 5 to the financial statements.

#### **Debt**

At the end of this year, the School District had approximately \$229.6 million in bonds and school bond revolving funds outstanding versus \$248.6 million in the previous year. The decrease in the current year is due to the payments made on bonded debt and money received from the school bond revolving fund.

	<u>2023</u>	<u>2022</u>
General obligation bonds	<b>\$ 203,810,000</b>	<b>\$ 223,005,000</b>
School loan revolving fund	<u><b>25,785,304</b></u>	<u><b>25,578,674</b></u>
Total	<u><b>\$ 229,595,304</b></u>	<u><b>\$ 248,583,674</b></u>

## **L'Anse Creuse Public Schools**

### **Management's Discussion and Analysis (Continued)**

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Other obligations include accrued vacation and sick leave pay, and bond premiums, totaling \$10.5 million. We present more detailed information about our long-term liabilities in Note 8 to the financial statements.

#### **Economic Factors and Next Year's Budgets and Rates**

Our elected officials and administration considered many factors when setting the School District's 2023-2024 fiscal year budget. One of the most important factors affecting the budget is our student count. The state foundation revenue is determined by multiplying the blended student count by the foundation allowance per pupil. The blended count for the 2023-2024 fiscal year will be 90 percent of the October 2023 count and 10 percent of the February 2023 student count. The 2023-2024 budget was adopted in June 2023. At the time of the adoption the state did not have an approved budget for the School Aid Fund. The budget reflects a decline of 250 students based on recent district history. Subsequent to the budget approval, the state passed the state aid budget which included a \$458 increase in the foundation allowance. Approximately 80 percent of total General Fund revenue is from the foundation allowance. Under state law, the School District cannot assess additional property tax revenue for general operations. In March 2020, the county's ten-year enhancement millage was approved and as a result added approximately \$5.0 million to the district's revenue in 2023. School District funding remains heavily dependent on the State's ability to fund local school operations. The State finalized a school aid bill with an effort to slowly begin equalizing funding across school districts. For L'Anse Creuse Public Schools the foundation increased to \$9,608. Additionally, the state increased funding for special education to help offset the burden on the general fund for the additional cost of educating a special education student. The state budget also includes funding for mental health, security/safety and learning loss. Districts must show they qualify for the funding by allocating the monies as outlined in the state aid act. The budget will be adjusted accordingly in the fall based on the October 2023 audited pupil count.

Since the School District's revenue is heavily dependent on state funding and the health of the State's School Aid Fund, the actual revenue received depends on the State's ability to collect revenue to fund its appropriation to school districts.

As part of the efforts to restore education from the results of the pandemic, school districts across the country have been recipients of various allocation of grant funding from The American Recovery Plan and Elementary and Secondary School Relief Fund. There are spending restrictions placed on these funds to address the academic impact of lost instructional time, respond to the academic, social, emotional, and mental health needs of all students, and particularly those students disproportionately impacted by the COVID-19 pandemic. These funds are also used to implement prevention and mitigation strategies that are, to the greatest extent practicable, consistent with the most recent CDC guidance, in order to continuously and safely operate schools for in-person learning.

The School District currently has six unions as part of its workforce. TPOAM represents two support services areas. The food service contract expires March 31, 2024, and the 52 week employees, which include custodians and maintenance workers' contract will expire January 31, 2024. The transportation department, represented by the 214 Teamsters, has contract through December 31, 2023. The teachers' contract, MEA Local 1 will expire August 31, 2025. The Clerical contract, MEA-NEA Local 1 will expire June 30, 2025. The Parapro contract, AFSCME Local 1993 will expire December 31, 2023. The Administrators association agreement expired July 31, 2023, however, the L'Anse Creuse Board of Education, and the L'Anse Creuse Administrators' Association agreed to extend the terms and conditions through November 30, 2023.

## **L'Anse Creuse Public Schools**

### **Management's Discussion and Analysis (Continued)**

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#### **Contacting the School District's Financial Management**

This financial report is designed to provide the School District's citizens, parents, and investors with a general overview of the School District's finances and to demonstrate the School District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the business office at the Harry L. Wheeler Community Center, 24076 F.V. Pankow Boulevard, Clinton Township, Michigan 48036.

## BASIC FINANCIAL STATEMENTS

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**L'Anse Creuse Public Schools**  
**Statement of Net Position**  
**June 30, 2023**

	Governmental Activities
<b>Assets</b>	
Cash	\$ 23,086,361
Accounts receivable	648,483
Due from other governmental units	21,665,186
Interest receivable	476
Inventory	251,545
Investments	1,528,293
Prepaid items	1,085,998
Capital assets not being depreciated	8,400,891
Capital assets - net of accumulated depreciation	193,834,836
Total assets	250,502,069
<b>Deferred Outflows of Resources</b>	
Deferred amount relating to the net pension liability	73,676,545
Deferred amount relating to the net OPEB liability	18,702,837
Deferred amount on debt refunding	954,632
Total deferred outflows of resources	93,334,014

See Accompanying Notes to the Financial Statements



**L'Anse Creuse Public Schools**  
**Statement of Net Position**  
**June 30, 2023**

	Governmental Activities
<b>Liabilities</b>	
Accounts payable	2,623,011
Due to other governmental units	3,302,992
Due to agency fund activities	39,876
Other accrued payroll-related liabilities	4,300,093
Accrued expenditures	1,186,573
Accrued salaries payable	7,430,831
Unearned revenue	2,949,878
Long-term liabilities	
Due within one year	16,380,745
Due in more than one year	223,701,262
Net pension liability	255,133,166
Net OPEB liability	14,250,873
Total liabilities	531,299,300
<b>Deferred Inflows of Resources</b>	
Deferred amount on the net pension liability	14,633,330
Deferred amount relating to the net OPEB liability	30,626,367
Total deferred inflows of resources	45,259,697
Net investment in capital assets	(33,563,536)
Restricted for:	
Food service	2,483,214
Debt service	732,608
Unrestricted (deficit)	(202,375,200)
Total net position	\$ (232,722,914)

See Accompanying Notes to the Financial Statements

**L'Anse Creuse Public Schools**  
**Statement of Activities**  
**For the Year Ended June 30, 2023**

		Program Revenues		
Expenses	Charges for Services	Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position	
<b>Functions/Programs</b>				
Governmental activities				
Instruction	\$ 78,164,011	\$ -	\$ 42,895,556	\$ (35,268,455)
Supporting services	48,165,729	1,684,719	10,126,161	(36,354,849)
Athletics	2,240,729	111,511	-	(2,129,218)
Food services	4,931,819	1,671,131	3,952,888	692,200
Community services	2,499,083	2,445,266	2,526,741	2,472,924
Payments to other public schools	6,867	-	-	(6,867)
Depreciation expense (unallocated) *	8,413,545	-	-	(8,413,545)
Loss on sale of capital assets (unallocated)	51,678	-	-	(51,678)
Interest and fiscal charges on long-term debt	8,063,693	-	-	(8,063,693)
	<u>\$ 152,537,154</u>	<u>\$ 5,912,627</u>	<u>\$ 59,501,346</u>	<u>(87,123,181)</u>
Total governmental activities				
General revenues				
				17,163,605
				21,832,472
				68,096,602
				181,135
				307,703
				107,581,517
				20,458,336
				(253,181,250)
				\$ (232,722,914)

\* All depreciation expense of the District is reported above as unallocated. Therefore, there was no direct depreciation charged to the various programs.

**L'Anse Creuse Public Schools**  
**Governmental Funds**  
**Balance Sheet**  
**June 30, 2023**

	General Fund	Debt Service Fund 2023 Refunding	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>				
Cash	\$ 13,839,691	\$ 110,153	\$ 9,136,517	\$ 23,086,361
Accounts receivable	647,927	-	556	648,483
Due from other funds	4,315,620	-	142,758	4,458,378
Due from other governmental units	21,487,083	-	178,103	21,665,186
Interest receivable	-	-	476	476
Inventory	190,830	-	60,715	251,545
Investments	833	-	1,527,460	1,528,293
Prepaid items	1,085,998	-	-	1,085,998
<b>Total assets</b>	<b>\$ 41,567,982</b>	<b>\$ 110,153</b>	<b>\$ 11,046,585</b>	<b>\$ 52,724,720</b>
<b>Liabilities</b>				
Accounts payable	\$ 2,240,091	\$ -	\$ 382,920	\$ 2,623,011
Due to other funds	2,740,424	381	4,356,385	7,097,190
Due to other governmental units	3,302,992	-	-	3,302,992
Other accrued payroll-related liabilities	4,300,093	-	-	4,300,093
Accrued expenditures	258,267	-	-	258,267
Accrued salaries payable	7,430,831	-	-	7,430,831
Unearned revenue	2,837,451	-	112,427	2,949,878
<b>Total liabilities</b>	<b>23,110,149</b>	<b>381</b>	<b>4,851,732</b>	<b>27,962,262</b>

See Accompanying Notes to the Financial Statements

**L'Anse Creuse Public Schools**  
**Governmental Funds**  
**Balance Sheet**  
**June 30, 2023**

	General Fund	Debt Service Fund 2023 Refunding	Nonmajor Governmental Funds	Total Governmental Funds
<b>Fund Balances</b>				
Non-spendable				
Inventory	190,830	-	60,715	251,545
Prepaid items	1,085,998	-	-	1,085,998
Restricted for				
Food service	-	-	2,422,499	2,422,499
Debt service	-	109,772	1,496,609	1,606,381
Capital projects	-	-	717,009	717,009
Committed - Student/school activity	-	-	1,498,021	1,498,021
Assigned for employee severance liability	66,700	-	-	66,700
Assigned for future budgeted expenditures over revenues	5,146,687	-	-	5,146,687
Unassigned	11,967,618	-	-	11,967,618
Total fund balances	18,457,833	109,772	6,194,853	24,762,458
Total liabilities and fund balances	\$ 41,567,982	\$ 110,153	\$ 11,046,585	\$ 52,724,720

See Accompanying Notes to the Financial Statements

**L'Anse Creuse Public Schools**  
**Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position**  
**June 30, 2023**

<b>Total fund balances for governmental funds</b>	<b>\$ 24,762,458</b>
Total net position for governmental activities in the statement of net position is different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	
Capital assets not being depreciated	8,400,891
Capital assets - net of accumulated depreciation	193,834,836
Deferred outflows (inflows) of resources	
Deferred outflows of resources resulting from debt refunding	954,632
Deferred inflows of resources resulting from the net pension liability	(14,633,330)
Deferred outflows of resources resulting from the net pension liability	73,676,545
Deferred inflows of resources resulting from the net OPEB liability	(30,626,367)
Deferred outflows of resources resulting from the net OPEB liability	18,702,837
Certain liabilities are not due and payable in the current period and are not reported in the funds	
Accrued interest	(873,773)
Special termination benefits	(66,700)
Long-term liabilities applicable to governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities	
Net pension liability	(255,133,166)
Net OPEB liability	(14,250,873)
Bonds payable	(211,685,600)
School loan revolving fund payable (including accrued interest)	<u>(25,785,304)</u>
<b>Net position of governmental activities</b>	<b><u>\$ (232,722,914)</u></b>

See Accompanying Notes to the Financial Statements

**L'Anse Creuse Public Schools**  
**Governmental Funds**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**For the Year Ended June 30, 2023**

	General Fund	Debt Service Fund 2023 Refunding	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues</b>				
Local sources	\$ 20,121,971	\$ 395,794	\$ 24,231,588	\$ 44,749,353
State sources	102,268,981	-	923,260	103,192,241
Federal sources	13,452,374	-	3,676,815	17,129,189
Interdistrict sources	7,896,243	-	-	7,896,243
	<u>143,739,569</u>	<u>395,794</u>	<u>28,831,663</u>	<u>172,967,026</u>
<b>Expenditures</b>				
Current				
Education				
Instruction	84,785,290	-	-	84,785,290
Supporting services	48,916,232	-	1,661,793	50,578,025
Athletics	2,352,952	-	-	2,352,952
Food services	-	-	5,178,820	5,178,820
Community services	2,624,244	-	-	2,624,244
Intergovernmental payments	6,867	-	-	6,867
Facilities acquisition	-	-	1,195,281	1,195,281
Capital outlay	4,349,259	-	-	4,349,259
Debt service				
Principal	-	2,443	13,275,000	13,277,443
Interest and other expenditures	-	3,661,832	4,279,754	7,941,586
Payment to bond refunding escrow agent	-	45,796,910	-	45,796,910
	<u>143,034,844</u>	<u>49,461,185</u>	<u>25,590,648</u>	<u>218,086,677</u>
Excess (deficiency) of revenues over expenditures	<u>704,725</u>	<u>(49,065,391)</u>	<u>3,241,015</u>	<u>(45,119,651)</u>

See Accompanying Notes to the Financial Statements

**L'Anse Creuse Public Schools**  
**Governmental Funds**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**For the Year Ended June 30, 2023**

	General Fund	Debt Service Fund 2023 Refunding	Nonmajor Governmental Funds	Total Governmental Funds
<b>Other Financing Sources (Uses)</b>				
Proceeds from refinancing debt	-	39,580,000	-	39,580,000
Premium on issuance of bonds	-	5,747,003	-	5,747,003
Proceeds from sale of capital assets	28,464	-	-	28,464
Transfers in	256,376	2,454,994	-	2,711,370
Transfers out	-	-	(2,711,370)	(2,711,370)
Total other financing sources (uses)	<u>284,840</u>	<u>47,781,997</u>	<u>(2,711,370)</u>	<u>45,355,467</u>
Net change in fund balances	989,565	(1,283,394)	529,645	235,816
Fund balances - beginning	<u>17,468,268</u>	<u>1,393,166</u>	<u>5,665,208</u>	<u>24,526,642</u>
Fund balances - ending	<u>\$ 18,457,833</u>	<u>\$ 109,772</u>	<u>\$ 6,194,853</u>	<u>\$ 24,762,458</u>

See Accompanying Notes to the Financial Statements

**L'Anse Creuse Public Schools**  
**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances**  
**of Governmental Funds to the Statement of Activities**  
**For the Year Ended June 30, 2023**

<b>Net change in fund balances - Total governmental funds</b>	<b>\$ 235,816</b>
Total change in net position reported for governmental activities in the statement of activities is different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Depreciation expense	(8,413,545)
Capital outlay	8,122,023
Sale of capital assets (net book value)	(51,678)
Expenses are recorded when incurred in the statement of activities.	
Interest	10,471
Special termination benefits	96,050
The statement of net position reports the net pension liability and deferred outflows of resources and deferred inflows related to the net pension liability and pension expense. However, the amount recorded on the governmental funds equal actual pension contributions.	
Net change in net pension liability	(96,700,315)
Net change in the deferral of resources related to the net pension liability	92,526,091
The statement of net position reports the net OPEB liability and deferred outflows of resources and deferred inflows related to the net OPEB liability and OPEB expense. However, the amount recorded on the governmental funds equals actual OPEB contributions.	
Net change in net OPEB liability	(3,954,600)
Net change in the deferral of resources related to the net OPEB liability	14,973,251
Bond and note proceeds and capital leases are reported as financing sources in the governmental funds and thus contribute to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds but reduced the liability in the statement of net position. Also, governmental funds report the effect of premiums, discounts and similar items when debit is first issued, whereas these amounts are recorded as liabilities and amortized in the statement of activities. When debt refunding occurs, the difference in the carrying value of the refunding debt and the amount applied to the new debt is reported the same as regular debt proceeds or repayments as a financing source or expenditure in the governmental funds. However, in the statement of net position, debt refunding may result in deferred inflows of resources or deferred outflows of resources, which are then amortized in the statement of activities.	
Debt issued	(45,327,003)
Repayments of long-term debt	59,074,353
Net change in interest accrual on school loan revolving fund	(209,073)
Amortization of deferred amount on debt refunding	(48,717)
Amortization of premiums	125,212
<b>Change in net position of governmental activities</b>	<b>\$ <u>20,458,336</u></b>

See Accompanying Notes to the Financial Statements



**L'Anse Creuse Public Schools**  
**Proprietary Fund - Internal Service Fund**  
**Statement of Net Position**  
**June 30, 2023**

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	<u>Internal Service Fund</u>
<b>Assets</b>	
Due from other funds	<u>\$ 2,607,283</u>
<b>Liabilities</b>	
Accrued expenditures	54,533
Due to other funds	8,347
Current - Compensated absences	272,745
Long-term - Compensated absences	<u>2,271,658</u>
Total liabilities	<u>2,607,283</u>
<b>Net Position</b>	
Net position - unrestricted	<u>\$ -</u>

See Accompanying Notes to the Financial Statements

**L'Anse Creuse Public Schools**  
**Proprietary Fund - Internal Service Fund**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**For the Year Ended June 30, 2023**

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	<u>Internal Service Fund</u>
<b>Operating Revenue</b>	
Charges for services	\$ 1,742,040
<b>Operating Expenses</b>	
Compensated absences	<u>1,742,040</u>
Operating income	-
Net position - beginning	<u>-</u>
Net position - ending	<u><u>\$ -</u></u>

See Accompanying Notes to the Financial Statements

**L'Anse Creuse Public Schools**  
**Proprietary Fund - Internal Service Fund**  
**Statement of Cash Flows**  
**For the Year Ended June 30, 2023**

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	<u>Internal Service Fund</u>
<b>Cash Flows from Operating Activities</b>	
Charges to other funds	\$ 1,742,040
Payments to employees	<u>(1,742,040)</u>
Net cash provided by operating activities	-
Cash and Cash Equivalents - beginning	<u>-</u>
Cash and Cash Equivalents - ending	<u>\$ -</u>
<b>Reconciliation of Operating Income to Net Cash from Operating Activities</b>	
Adjustments to reconcile change in net position to net cash from operating activities - Changes in assets and liabilities:	
Due from other funds	\$ (157,175)
Accrued expenditures	7,003
Due to other funds	8,347
Accrued compensated absences	<u>141,825</u>
Net cash provided by operating activities	<u>\$ -</u>

See Accompanying Notes to the Financial Statements

**L'Anse Creuse Public Schools**  
**Fiduciary Funds**  
**Statement of Fiduciary Net Position**  
**June 30, 2023**

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	<u>Custodial Fund</u>
<b>Assets</b>	
Due from other funds	\$ <u>39,876</u>
<b>Net Position</b>	
Assets held for scholarships	\$ <u>39,876</u>

See Accompanying Notes to the Financial Statements

**L'Anse Creuse Public Schools**  
**Fiduciary Funds**  
**Statement of Changes in Fiduciary Net Position**  
**For the Year Ended June 30, 2023**

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	<u>Custodial Fund</u>
<b>Additions</b>	
Local sources	\$ 42,827
<b>Deductions</b>	
Scholarships and expenses	<u>24,490</u>
Change in net position	18,337
Net position - beginning	<u>21,539</u>
Net position - ending	<u><u>\$ 39,876</u></u>

See Accompanying Notes to the Financial Statements

**L'Anse Creuse Public Schools**  
**Notes to the Financial Statements**  
**June 30, 2023**

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**Note 1 - Summary of Significant Accounting Policies**

The accounting policies of the L'Anse Creuse Public Schools (School District) conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The following is a summary of the School District's significant accounting policies:

**Reporting Entity**

The School District is governed by an elected seven-member Board of Education. The accompanying financial statements have been prepared in accordance with criteria established by the Governmental Accounting Standards Board for determining the various governmental organizations to be included in the reporting entity. These criteria include significant operational financial relationships that determine which of the governmental organizations are a part of the School District's reporting entity, and which organizations are legally separate component units of the School District. The School District has no component units.

**District-wide Financial Statements**

The School District's basic financial statements include both district-wide (reporting for the district as a whole) and fund financial statements (reporting the School District's major funds). The district-wide financial statements categorize all nonfiduciary activities as either governmental or business type. All of the School District's activities are classified as governmental activities.

The statement of net position presents governmental activities on a consolidated basis, using the economic resources measurement focus and accrual basis of accounting. This method recognizes all long-term assets and receivables as well as long-term debt and obligations. The School District's net position is reported in three parts (1) net investment in capital assets, (2) restricted net position, and (3) unrestricted net position.

The statement of activities reports both the gross and net cost of each of the School District's functions. The functions are also supported by general government revenues (property taxes and certain intergovernmental revenues). The statement of activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function. Operating grants include operating-specific and discretionary (either operating or capital) grants.

The net costs (by function) are normally covered by general revenue (property taxes, state sources and federal sources, interest income, etc.). In creating the district-wide financial statements the School District has eliminated interfund transactions.

The district-wide focus is on the sustainability of the School District as an entity and the change in the School District's net position resulting from current year activities.

**Fund Financial Statements**

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the district-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

**L'Anse Creuse Public Schools**  
**Notes to the Financial Statements**  
**June 30, 2023**

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Property taxes, unrestricted state aid, intergovernmental grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be available only when cash is received by the government.

Proprietary and Fiduciary fund statements are reported using the economic resources measurement focus and the accrual basis of accounting. Proprietary funds distinguish between operating revenues and expenses from nonoperating items. Operating revenues and expenses for the proprietary fund generally are charges to other funds and payments for employee compensated absence liabilities, respectively. All revenues and expenses not meeting the above definition are reported as nonoperating revenues and expenses.

The School District reports the following major governmental funds:

General Fund –The General Fund is the School District's primary operating fund. It accounts for all financial resources of the School District, except those required to be accounted for in another fund.

2023 Refunding Fund - The 2023 Refunding Fund is a debt service fund used to record tax, interest, other revenue for payment of interest and principal, and other expenditures on the bond issues.

Additionally, the School District reports the following fund types:

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources that are restricted to expenditure for specified purposes. The School District's special revenue funds consist of the Food and Nutrition Fund and the Student/School Activity Fund.

Debt Service Funds – The debt service funds are used to record tax, interest, other revenue for payment of interest and principal, and other expenditures on the bond issues.

Capital Projects Funds –The 2010A Capital Projects Fund is used to record bond proceeds and other revenue and the disbursement of invoices specifically designated for the purpose of financing the third phase of erecting, furnishing, and equipping a new administration building; an addition to an existing elementary school for a child care center; acquiring and installing educational technology improvements; acquiring school buses; acquiring additional land and developing and improving playgrounds, play fields, athletic fields, facilities, and sites; and paying the costs of issuing the bonds. The 2008 Capital Projects Fund is used to record bond proceeds and other revenue and the disbursement of invoices specifically designated for the purpose of these bond projects.

Internal Service Fund – The purpose of the internal service fund is to account for certain services provided to other funds on a cost-reimbursement basis. The Compensated Absences Fund accounts for compensated absence liabilities due to employees upon separation from the School District based on negotiated terms in the collective bargaining agreements.

Fiduciary Funds – Fiduciary Funds are used to account for assets held by the School District in a trustee capacity or as an agent. The Private-Purpose Trust Funds are funds entrusted to the School District for scholarship awards and related expenses and the principal and interest of the trust may be spent.

**L'Anse Creuse Public Schools**  
**Notes to the Financial Statements**  
**June 30, 2023**

**Assets, Liabilities and Net Position or Equity**

Receivables and Payables – Generally, outstanding amounts owed between funds are classified as “due from/to other funds.” These amounts are caused by transferring revenues and expenses between funds to get them into the proper reporting fund. These balances are paid back as cash flow permits.

All trade and property tax receivables are shown net of an allowance for uncollectible amounts. The School District considers all accounts receivable to be fully collectible; accordingly, no allowance for uncollectible amounts is recorded.

Property taxes collected are based upon the approved tax rate for the year of levy. For the fiscal year ended June 30, 2023, the rates are as follows per \$1,000 of assessed value.

General Fund	
Non-principal residence exemption	17.63560
Commercial personal property	5.63560
Debt Service Funds	7.00000

School property taxes are assessed and collected in accordance with enabling state legislation by cities and townships within the School District’s boundaries. Approximately 100% of the School District’s tax roll lies within Macomb County.

The property tax levy runs from July 1 to June 30. Property taxes become a lien on the first day of the levy year and are due on or before September 14 or February 14. Collections are forwarded to the School District as collected by the assessing municipalities. Real property taxes uncollected as of March 1 are purchased by Macomb County and remitted to the School District by May 15.

Investments - Investments are stated at fair value. Certificates of deposit are stated at cost which approximates fair value.

Inventories and Prepaid Items – Inventories are valued at cost, on a first-in, first-out basis. Inventories of governmental funds are recorded as expenditures when consumed, rather than when purchased.

Certain payments to vendors reflect costs applicable to future fiscal years. For such payments in governmental funds the School District follows the consumption method, and they therefore are capitalized as prepaid items in both district-wide and fund financial statements.

Capital Assets – Capital assets, which include land, buildings, equipment, vehicles, and construction in progress, are reported in the district-wide financial statements. Capital assets are defined by the School District as assets with an initial individual cost of more than \$20,000 for land improvements and buildings and \$2,500 for all remaining asset classifications. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their acquisition value at the date of donation. Costs of normal repair and maintenance that do not add to the value or materially extend asset life are not capitalized.

Buildings, equipment, and vehicles are depreciated using the straight-line method over the following useful lives:

Buildings and additions	20-50 years
Equipment and furniture	5-20 years
Buses and other vehicles	5-15 years

Deferred Outflows of Resources – A deferred outflow of resources is a consumption of net position by the government that is applicable to a future reporting period. Deferred amounts on bond refundings are included in the district-wide financials statements. The amounts represent the difference between the reacquisition price and the net carrying amount of the prior debt. For district-wide financial statements, the School District reports deferred outflows of resources as a result of pension and OPEB plan earnings. This amount is the result of a difference between what the plan expected to earn from plan



**L'Anse Creuse Public Schools**  
**Notes to the Financial Statements**  
**June 30, 2023**

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investments and what is actually earned. This amount will be amortized over the next four years and included in pension and OPEB expense. Changes in assumptions relating to the net pension and OPEB liabilities are deferred and amortized over the expected remaining services lives of the employees and retirees in the plans. The School District also reported deferred outflows of resources for pension and OPEB contributions made after the measurement date. This amount will reduce the net pension and OPEB liabilities in the following year.

Compensated Absences – The liability for compensated absences reported in the Compensated Absences Internal Service Fund consists of earned but unused accumulated vacation and sick leave benefits as well as termination payments. Compensated absences are earned and accumulated based on the provisions of the respective collective bargaining agreements. The liability has been calculated using the vesting method, in which leave amounts for both employees who are currently eligible to receive termination payments at normal retirement age and other employees who are expected to become eligible in the future to receive such payments upon normal retirement are included.

Long-term Obligations – In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period.

In the School District's fund financial statements, the face amount of the debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts are reported as other financing uses.

Pension – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to

pensions, and pension expense, information about the fiduciary net position of the Michigan Public School Employees Retirement System (MPERS) and additions to/deductions from MPERS fiduciary net position have been determined on the same basis as they are reported by MPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Postemployment Benefits Other Than Pensions – For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Michigan Public School Employees Retirement System (MPERS) and additions to/deductions from MPERS fiduciary net position have been determined on the same basis as they are reported by MPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Inflows of Resources – A deferred inflow of resources is an acquisition of net position by the government that is applicable to a future reporting period. For governmental funds this includes unavailable revenue in connection with receivables for revenues that are not considered available to liquidate liabilities of the current period. Deferred inflow for leases is related to leases receivable and is being amortized to recognize lease revenue in a systematic and rational manner over the term of the lease. Deferred amounts on bond refundings are included in the district-wide financials statements. The amounts represent the difference between the reacquisition price and the net carrying amount of the prior debt. For district-wide financial statements, the School District reports deferred inflows of resources as a result of pension and OPEB plan earnings. This amount is the result of a difference between what the plan expected to earn from the plan investments and what the plan actually earned. This amount will be amortized over the next four years and included in pension and OPEB

**L'Anse Creuse Public Schools**  
**Notes to the Financial Statements**  
**June 30, 2023**

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expense. Changes in assumptions relating to the net pension and OPEB liabilities are deferred and amortized over the expected remaining services lives of the employees and retirees in the plans. Deferred inflows of resources also includes revenue received relating to the amounts included in the deferred outflows for payments related to MPSERS Unfunded Actuarial Accrued Liabilities (UAAL) Stabilization defined benefit pension statutorily required contributions.

**Fund Balance** – In the fund financial statements, governmental funds report fund balance in the following categories:

**Non-spendable** – amounts that are not available in a spendable form.

**Restricted** – amounts that are legally imposed or otherwise required by external parties to be used for a specific purpose.

**Committed** – amounts that have been formally set aside by the Board of Education for specific purposes. A fund balance commitment may be established, modified, or rescinded by a resolution of the Board of Education.

**Assigned** – amounts intended to be used for specific purposes, as determined by the board of education, the budget or finance committee, or the Superintendent. The Board of Education has granted the finance committee and Superintendent the authority to assign funds. Residual amounts in governmental funds other than the General Fund are automatically assigned by their nature.

**Unassigned** – all other resources; the remaining fund balances after non-spendable, restrictions, commitments, and assignments.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the School District's policy is to consider restricted funds spent first.

When an expenditure is incurred for purposes for which committed, assigned, or unassigned amounts could be used, the School District's policy is to consider the funds to be spent in the following order: (1) committed, (2) assigned, (3) unassigned.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities, as well as deferred inflows and deferred outflows of resources at the date of the financial statements and the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from those estimates.

**Eliminations and Reclassifications**

In the process of aggregating data for the statement of net position and the statement of activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

**Adoption of New Accounting Standards**

Statement No. 96, *Subscription-Based Information Technology Arrangements*, is based on the standards established in Statement No. 87 *Leases*. This statement (1) defines a SBITA as a contract that conveys control of the right to use a SBITA vendor's IT software, alone or in combination with tangible capital assets, as specified in the contract for a period of time in an exchange or exchange-like transaction (2) requires governments with SBITAs to recognize a right-to-use subscription asset, an intangible asset, and a corresponding

**L'Anse Creuse Public Schools**  
**Notes to the Financial Statements**  
**June 30, 2023**

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subscription liability, and (3) provides guidance related to outlays other than subscription payments, including implementation costs, and requirements for note disclosures related to a SBITA. This statement is effective for the year ending June 30, 2023.

**Upcoming Accounting and Reporting Changes**

Statement No. 100, *Accounting Changes and Error Corrections*, improves the clarity of the accounting and financial reporting requirements for accounting changes and error corrections, which will result in greater consistency in application in practice. More understandable, reliable, relevant, consistent and comparable information will be provided to financial statement users for making decisions or assessing accountability. Additionally, the display and note disclosure requirements will result in more consistent, decision useful, understandable and comprehensive information for users about accounting changes and error corrections. This statement is effective for the year ending June 30, 2024.

Statement No. 101, *Compensated Absences*, updates the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This statement is effective for the year ending June 30, 2025.

The School District is evaluating the impact these pronouncements will have on its financial reporting.

**Note 2 - Stewardship, Compliance, and Accountability**

**Budgetary Information**

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America and state law for the General and Special Revenue Funds. All annual appropriations lapse at fiscal year end, thereby canceling all encumbrances. These appropriations are reestablished at the beginning of the year.

The budget document presents information by fund and function. The legal level of budgetary control adopted by the governing body is the function level. State law requires the School District to have its budget in place by July 1. A district is not considered in violation of the law if reasonable procedures are in use by the School District to detect violations.

The Superintendent is authorized to transfer budgeted amounts between functions within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education.

Budgeted amounts are as originally adopted or as amended by the Board of Education throughout the year. Individual amendments were not material in relation to the original appropriations.

**L'Anse Creuse Public Schools**  
**Notes to the Financial Statements**  
**June 30, 2023**

**Excess of Expenditures over Appropriations**

During the year, the School District incurred expenditures in certain budgetary funds which were in excess of the amounts appropriated, as follows:

Function	Final Budget	Amount of Expenditures	Budget Variances
General Fund			
School administration	\$ 9,617,418	\$ 9,681,071	\$ 63,653
Business	1,361,154	1,433,886	72,732
Pupil transportation services	5,994,441	6,071,060	76,619
Athletic activities	2,011,955	2,352,952	340,997
Food and Nutrition Fund	5,335,161	5,435,196	100,035

**Note 3 - Deposits and Investments**

The School District's deposits and investments were reported in the basic financial statements in the following categories:

	Governmental Activities
Cash	\$ 23,086,361
Investments	<u>1,528,293</u>
	<u>\$ 24,614,654</u>

The breakdown between deposits and investments for the School District is as follows:

Deposits (checking, savings accounts, money markets, certificates of deposit)	\$ 23,624,070
Investments in securities, mutual funds, and similar vehicles	857,822
Petty cash and cash on hand	<u>132,762</u>
<b>Total</b>	<b><u>\$ 24,614,654</u></b>

As of year end, the School District had the following investments:

Investment	Carrying Value	Maturities	Rating	Organization
External investment pools:				
Michigan Liquid Asset Fund (MILAF):				
MILAF + Portfolio				
Cash Management Class	\$ 23,464	< 60 days	AAAm	S&P
MAX Class	<u>834,358</u>	< 60 days	AAAm	S&P
	<u>\$ 857,822</u>			

The valuation method for investments measured at net asset value (NAV) per share (or its equivalent) is discussed below.

As of June 30, 2023, the net asset value of the School District's investment in MILAF + Portfolio was \$857,822. Participation in the investment pool has not resulted in any unfunded commitments. Shares are available to be redeemed upon proper notice without restrictions under normal operating conditions. There are no limits to the number of redemptions that can be made provided the District has sufficient shares to meet the redemption request. In the event of an emergency that would make the determination of net asset value not reasonably practical, the Trust's Board of Trustee's may suspend the right of withdrawal or postpone the date of payment. The net asset value ("NAV") per share of the MILAF+ Portfolio is calculated as of the

**L'Anse Creuse Public Schools**  
**Notes to the Financial Statements**  
**June 30, 2023**

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close of business each business day by dividing the net position of that Portfolio by the number of its outstanding shares. It is the MILAF+ Portfolio's objective to maintain a NAV of \$1.00 per share, however, there is no assurance that this objective will be achieved. The exact price for share transactions will be determined based on the NAV next calculated after receipt of a properly executed order. The number of shares purchased or redeemed will be determined by the NAV.

Interest rate risk - In accordance with its investment policy, the School District will minimize interest rate risk, which is the risk that the market value of securities in the portfolio will fall due to changes in market interest rates, by; structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities in the open market; and, investing operating funds primarily in shorter-term securities, liquid asset funds, money market mutual funds, or similar investment pools and limiting the average maturity in accordance with the District's cash requirements.

Credit risk - State statutes and the School District's investment policy authorize the School District to make deposits in the accounts of federally insured banks, credit unions, and savings and loan associations that have an office in Michigan; the School District is allowed to invest in U.S. Treasury or Agency obligations, U.S. government repurchase agreements, bankers' acceptances, commercial paper rated prime at the time of purchase that matures not more than 270 days after the date of purchase, mutual funds, and investment pools that are composed of authorized investment vehicles. The School District has no investment policy that would further limit its investment choices.

Concentration of credit risk – The School District places no limit on the amount the School District may invest in any one issuer. The School District's policy minimizes concentration of credit risk by requiring diversification of the investment portfolio so that the impact of potential losses from any one type of security or issuer will be minimized.

Custodial credit risk - deposits - In the case of deposits, this is the risk that in the event of a bank failure, the School District's deposits may not be returned to it. The School District does not have a deposit policy for custodial credit risk. As of year end, \$24,769,912 of the School District's bank balance of \$25,386,499 was exposed to custodial credit risk because it was uninsured and uncollateralized.

Custodial credit risk - investments - For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of year end, none of the School District's investments were exposed to custodial credit risk.

**L'Anse Creuse Public Schools**  
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**Note 4 - Capital Assets**

Capital asset activity of the School District's governmental activities was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities</b>				
Capital assets not being depreciated				
Land	\$ 6,287,331	\$ 104,530	\$ -	\$ 6,391,861
Construction-in-progress	-	2,009,030	-	2,009,030
Total capital assets not being depreciated	<u>6,287,331</u>	<u>2,113,560</u>	<u>-</u>	<u>8,400,891</u>
Capital assets being depreciated				
Buildings and building improvements	339,115,864	1,363,954	-	340,479,818
Equipment and furniture	39,727,832	3,377,736	2,152,920	40,952,648
Buses and other vehicles	7,448,506	1,266,773	297,561	8,417,718
Total capital assets being depreciated	<u>386,292,202</u>	<u>6,008,463</u>	<u>2,450,481</u>	<u>389,850,184</u>
Less accumulated depreciation for				
Buildings and building improvements	148,597,945	6,488,065	-	155,086,010
Equipment and furniture	36,261,613	1,435,498	2,131,612	35,565,499
Buses and other vehicles	5,141,048	489,982	267,191	5,363,839
Total accumulated depreciation	<u>190,000,606</u>	<u>8,413,545</u>	<u>2,398,803</u>	<u>196,015,348</u>
Net capital assets being depreciated	<u>196,291,596</u>	<u>(2,405,082)</u>	<u>51,678</u>	<u>193,834,836</u>
Net capital assets	<u>\$ 202,578,927</u>	<u>\$ (291,522)</u>	<u>\$ 51,678</u>	<u>\$ 202,235,727</u>

Depreciation expense was not charged to activities as the School District considers its assets to impact multiple activities and allocation is not practical. Unallocated depreciation expense, as reported on the statement of activities, does not include direct depreciation expenses of the various programs. Disposals relate to normal disposal of assets which are no longer held by the School District.

**Construction Contracts**

At June 30, 2023, the School District had several uncompleted construction contracts in the capital projects fund. The remaining commitment on these construction contracts was approximately \$1.2 million.

**Note 5 - Net Investment in Capital Assets**

The composition of net investment in capital assets as of June 30, 2023, was as follows:

	<b>Governmental Activities</b>
Capital assets	
Capital assets not being depreciated	\$ 8,400,891
Capital assets, net of accumulated depreciation	<u>193,834,836</u>
Total capital assets	<u>202,235,727</u>
Unspent bond proceeds	<u>717,009</u>
Related debt	
General obligation bonds	(203,810,000)
School loan revolving fund	(25,785,304)
Unamortized bond premiums	(7,875,600)
Deferred charge on bond refunding and interest swap rate	<u>954,632</u>
Total related debt	<u>(236,516,272)</u>
Net investment in capital assets	<u>\$ (33,563,536)</u>

**L'Anse Creuse Public Schools**  
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**Note 6 - Interfund Receivables, Payables, and Transfers**

The composition of interfund balances is as follows:

Receivable Fund	Payable Fund				Total
	General Fund	2023 Refunding Debt Fund	Internal Service Fund	Nonmajor Governmental Funds	
General Fund	\$ -	\$ 381	\$ -	\$ 4,315,239	\$ 4,315,620
Fiduciary Fund	21,538	-	-	18,338	39,876
Nonmajor Governmental Funds	111,603	-	8,347	22,808	142,758
Internal Service Fund	<u>2,607,283</u>	-	-	-	<u>2,607,283</u>
Total	<u>\$ 2,740,424</u>	<u>\$ 381</u>	<u>\$ 8,347</u>	<u>\$ 4,356,385</u>	<u>\$ 7,105,537</u>

The outstanding balances between funds result mainly from the time lag between the dates that transactions are recorded in the accounting system and payments between funds are made.

Managements does not anticipate individual interfund balances to remain outstanding for periods in excess of one year.

Interfund transfers consist of the following:

<b>Transfers out</b>	
Nonmajor Governmental Funds	
<u>Funds</u>	
<b>Transfers in</b>	
General Fund	\$ 256,376
2023 Refunding Debt Fund	<u>2,454,994</u>
	<u>\$ 2,711,370</u>

Transfers into the General Fund were made by the Food and Nutrition Fund to cover indirect costs. Other transfers were made between debt funds to cover debt payments.

**Note 7 - Receivables and Unearned Revenue**

Receivables as of year end for the School District's individual major funds and the nonmajor governmental funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
Receivables:			
Accounts receivable	\$ 647,927	\$ 556	\$ 648,483
Interest receivable	-	476	476
Due from other governmental units	<u>21,487,083</u>	<u>178,103</u>	<u>21,665,186</u>
Total receivables	<u>\$ 22,135,010</u>	<u>\$ 179,135</u>	<u>\$ 22,314,145</u>

Due from other governmental units is from the State of Michigan for the July and August state aid payments. It also includes amounts due from the federal government for grants receivable of approximately \$2,648,000.

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Governmental funds report unearned revenue in connection with resources that have been received but not yet earned. At the end of the current fiscal year, the components of unearned revenue are as follows:

Grant and categorical aid payments received prior to meeting all eligibility requirements	\$ 2,820,186
Prepaid student lunch fees	54,651
Other payments received prior to services	<u>75,041</u>
<b>Total</b>	<b><u>\$ 2,949,878</u></b>

**Note 8 - Long-Term Debt**

The School District issues bonds, notes, and other contractual commitments to provide for the acquisition and construction of major capital facilities and the acquisition of certain equipment. General obligation bonds are direct obligations and pledge the full faith and credit of the School District. The State can withhold state aid if it has to make a bond payment on behalf of the School District related to qualified bonds. For the School Loan Revolving Fund, the State may withhold state aid if the School District is in default, or apply late charges in an instance of default or fails to appropriately levy debt mills. Other long-term obligations include compensated absences and an employee severance liability.

Long-term debt activity is summarized as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amount Due Within One Year
<b>Bonds payable</b>					
General obligation bonds	\$ 223,005,000	\$ 39,580,000	\$ 58,775,000	\$ 203,810,000	\$ 16,060,000
Issuance premiums	2,253,809	5,747,003	125,212	7,875,600	-
Interest rate swap	<u>3,119,681</u>	-	<u>3,119,681</u>	-	-
<b>Total bonds payable</b>	<u>228,378,490</u>	<u>45,327,003</u>	<u>62,019,893</u>	<u>211,685,600</u>	<u>16,060,000</u>
<b>Notes from direct borrowings</b>					
School Loan Revolving Fund	25,520,219	-	2,443	25,517,776	-
School Loan Revolving Fund -					
Accrued interest	<u>58,455</u>	<u>864,073</u>	<u>655,000</u>	<u>267,528</u>	-
<b>Total notes from direct borrowings</b>	<u>25,578,674</u>	<u>864,073</u>	<u>657,443</u>	<u>25,785,304</u>	-
<b>Other liabilities</b>					
Employee severance liability	162,750	-	96,050	66,700	48,000
Employee compensated absences	<u>2,402,578</u>	<u>214,225</u>	<u>72,400</u>	<u>2,544,403</u>	<u>272,745</u>
<b>Total other liabilities</b>	<u>2,565,328</u>	<u>214,225</u>	<u>168,450</u>	<u>2,611,103</u>	<u>320,745</u>
<b>Total</b>	<b><u>\$ 256,522,492</u></b>	<b><u>\$ 46,405,301</u></b>	<b><u>\$ 62,845,786</u></b>	<b><u>\$ 240,082,007</u></b>	<b><u>\$ 16,380,745</u></b>



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General obligation bonds payable at year end, consist of the following:

\$149,500,000 original issue refunding bonds due in annual installments of \$6,300,000 to \$15,395,000 through May 1, 2035, interest at .56% to 2.41%	\$ 140,660,000
\$39,580,000 original issue refunding bonds due in annual installments of \$2,505,000 to \$4,135,000 through May 1, 2035, interest at 5.00%	39,580,000
\$118,685,000 original issue serial bonds due in annual installments of \$2,835,000 to \$4,695,000 through May 1, 2040, interest at 3.75% to 5.00%	<u>23,570,000</u>
Total general obligation bonded debt	<u>\$ 203,810,000</u>

Future principal and interest requirements for bonded debt and direct borrowings and direct placements are as follows:

	Principal	Interest	Total
<b>Year Ending June 30</b>			
2024	\$ 16,060,000	\$ 5,359,141	\$ 21,419,141
2025	16,495,000	4,953,654	21,448,654
2026	16,955,000	4,506,662	21,461,662
2027	17,255,000	4,208,051	21,463,051
2028	17,615,000	3,855,197	21,470,197
2029-2033	84,445,000	12,712,676	97,157,676
2034-2038	29,315,000	3,414,191	32,729,191
2039-2040	5,670,000	318,938	5,988,938
Total	<u>\$ 203,810,000</u>	<u>\$ 39,328,510</u>	<u>\$ 243,138,510</u>

The general obligation bonds are payable from the Debt Service Funds. As of year end, the fund had a balance of \$1,606,381 to pay this debt. Future debt and interest will be payable from future tax levies.

Interest expenditures for the fiscal year in the Debt Service Funds were \$7,941,586.

**School Loan Revolving Fund**

The School Loan Revolving Fund payable represents notes payable to the State of Michigan for loans made to the School District, as authorized by the 1963 State of Michigan Constitution, for the purpose of paying principal and interest on general obligation bonds of the School District issued for capital expenditures. Interest rates are to be annually determined by the State Administrative Board in accordance with Section 9 of Act No. 92 of the Public Acts of 2005, as amended. Interest was charged at 4.11441 percent during the year ended June 30, 2023. Repayment is required when the revenue from the computed millage rate exceeds the amount sufficient to pay debt service on qualified bonds. The School District is required to levy at least 7.0 mills and repay to the State any excess of the amount levied over the bonded debt service requirements. Due to recent legislated changes to the School Loan Revolving Fund program, participating districts are now required to adjust their annual millage rate to amounts between 7.0 and 13.0 mills, depending on a specified formula. Additionally, the School District has been provided a mandatory repayment date of May 1, 2046, although there are no required principal and interest payments each year. Due to the variability of the factors that affect the timing of repayment, including the future amount of state-equalized value of property in the School District, no provision for repayment has been included in the above amortization schedule.

**Compensated Absences**

Accrued compensated absences at year end, consist of \$252,560 of vacation hours earned and vested and \$2,291,843 in accrued sick time benefits. The amount anticipated to be paid out over the next year is included within the amounts listed as due within one year.

**Retirement Benefits**

The School District offered a severance incentive plan to employees. The balance as of year end, was \$66,700.

**L'Anse Creuse Public Schools**  
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**Current Refinancing**

In January 2023, the School District issued general obligation bonds of \$39,580,000 (par value) with an interest rate of 5.00% to refinance the original issuance of the 2008 Building and Site bond and the Interest Rate Swap. The net proceeds from the issuance of the general obligation bonds were deposited with an escrow agent to provide debt service payments.

**Deferred Amount on Refunding**

The School Districts various refunding's resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$954,632. This amount is reported in the accompanying statement of net position as a deferred outflow of resources and is being charged to activities through fiscal year 2040.

**Defeased Debt**

In prior years, the School District has defeased various bonds issued by creating separate irrevocable trust funds. New debt has been issued and the net proceeds of each refunding were placed in separate special escrow accounts and invested in securities of the U.S. Government and its agencies. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the refunded bonds are considered to be defeased. Accordingly, the trust account assets and liability for the defeased bonds are not included in the School District's financial statements.

The final payment date is May 1, 2035. As of year end, the amount of defeased debt outstanding but removed from the School District's financial statements is as follows:

2015 Issue refunded	<u>\$56,345,000</u>
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**Note 9 - Risk Management**

The School District is exposed to various risks of loss related to property loss, torts, errors and omissions, employee injuries (workers' compensation) as well as medical benefits provided to employees. The School District has purchased commercial insurance for property loss, torts, errors and omissions, and medical benefit claims; the School District is self-insured for workers' compensation claims up to \$500,000 per occurrence. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in the past three fiscal years. There were no changes in insurance coverage by major category of risk from that of the preceding year.

The School District is insured under a retrospectively rated policy and estimates the liability for employee injury claims that have been incurred through the end of the fiscal year, including both those claims that have been reported as well as those that have not yet been reported. These estimates are recorded in the basic financial statements. The estimates and changes in estimates were not material to the financial statements.

**Note 10 - Pension Plan**

**Plan Description**

The Michigan Public School Employees' Retirement System (System or MPSERS) is a cost-sharing, multiple employer, state-wide, defined benefit public employee retirement plan governed by the State of Michigan (State) originally created under Public Act 136 of 1945, recodified and currently operating under the provisions of Public Act 300 of 1980, as amended. Section 25 of this act establishes the board's authority to promulgate or amend the provisions of the System. The board consists of twelve members - eleven appointed by the Governor and the State Superintendent of Instruction, who serves as an ex-officio member.

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The System's pension plan was established by the State to provide retirement, survivor, and disability benefits to public school employees. In addition, the System's health plan provides all retirees with the option of receiving health, prescription drug, dental and vision coverage under the Michigan Public School Employees' Retirement Act (1980 PA 300 as amended).

The System is administered by the Office of Retirement Services (ORS) within the Michigan Department of Technology, Management & Budget. The Department Director appoints the Office Director, with whom the general oversight of the System resides. The State Treasurer serves as the investment officer and custodian for the System.

The System's financial statements are available on the ORS website at [www.michigan.gov/orsschools](http://www.michigan.gov/orsschools)

**Benefits Provided**

Benefit provisions of the defined benefit pension plan are established by State statute, which may be amended, establishes eligibility and benefit provisions for the defined benefit (DB) pension plan. Depending on the plan option selected, member retirement benefits are determined by final average compensation, years of service, and a pension factor ranging from 1.25 percent to 1.50 percent. DB members are eligible to receive a monthly benefit when they meet certain age and service requirements. The System also provides disability and survivor benefits to DB plan members.

A DB plan member who leaves Michigan public school employment may request a refund of his or her member contributions to the retirement system account if applicable. A refund cancels a former member's rights to future benefits. However, returning members who previously received a refund of their contributions may reinstate their service through repayment of the refund upon satisfaction of certain requirements.

**Contributions**

Employers are required by Public Act 300 of 1980, as amended, to contribute amounts necessary to finance the coverage of active and retired members. Contribution provisions are specified by State statute and may be amended only by action of the State Legislature.

Employer contributions to the System are determined on an actuarial basis using the entry age normal actuarial cost method. Under this method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated on a level basis over the service of the individual between entry age and assumed exit age. The portion of this cost allocated to the current valuation year is called the normal cost. The remainder is called the actuarial accrued liability. Normal cost is funded on a current basis. The unfunded (overfunded) actuarial accrued liability as of the September 30, 2021, valuation will be amortized over a 17-year period beginning October 1, 2021 and ending September 30, 2038.

The schedule below summarizes pension contribution rates in effect for fiscal year ended September 30, 2022.

Pension Contribution Rates		
Benefit Structure	Member	Employer
Basic	0.0 - 4.0%	20.14%
Member Investment Plan	3.0 - 7.0%	20.14%
Pension Plus	3.0 - 6.4%	17.22%
Pension Plus 2	6.2%	19.93%
Defined Contribution	0.0%	13.73%

Required contributions to the pension plan from the School District were \$23,089,535 for the year ending September 30, 2022.

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**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

At June 30, 2023, the School District reported a liability of \$255,133,166 for its proportionate share of the MPSERS net pension liability. The net pension liability was measured as of September 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation rolled forward from September 2021. The School District's proportion of the net pension liability was determined by dividing each employer's statutorily required pension contributions to the system during the measurement period by the percent of pension contributions required from all applicable employers during the measurement period. At September 30, 2022, the School District's proportion was .6784 percent, which was an increase of .0092 percent from its proportion measured as of September 30, 2021.

For the plan year ending September 30, 2022, the School District recognized pension expense of \$28,817,731 for the measurement period. For the reporting period ending June 30, 2023, the School District recognized total pension contribution expense of \$25,649,293.

Section 147c of the State School Aid Act (MCL 388.1747c) was amended to include a one-time distribution to districts, intermediate districts, and other participating entities of MPSERS, which is referred to as Section 147c(2). Section 147c(2) is required to be forwarded to the state's ORS as additional assets being contributed to the retirement system. This funding is a one-time, state payment toward the MPSERS unfunded liability and not part of the actuarially determined contributions and therefore not included in the above pension expense, pension contributions or related deferred inflows/outflows of resources. For the period ending June 30, 2023, the School District recognized in their financial statements an additional amount related to Section 147c(2) of \$6,685,367 in total pension expense and offset in state revenues.

At June 30, 2023, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
Difference between expected and actual experience	\$ 2,552,222	\$ (570,451)	\$ 1,981,771
Changes of assumptions	43,841,020	-	43,841,020
Net difference between projected and actual earnings on pension plan investments	598,287	-	598,287
Changes in proportion and differences between the School District contributions and proportionate share of contributions	<u>2,127,046</u>	<u>(2,583,647)</u>	<u>(456,601)</u>
Total to be recognized in future	49,118,575	(3,154,098)	45,964,477
School District contributions subsequent to the measurement date	<u>24,557,970</u>	<u>(11,479,232)</u>	<u>13,078,738</u>
Total	<u>\$73,676,545</u>	<u>\$(14,633,330)</u>	<u>\$59,043,215</u>

Contributions subsequent to the measurement date reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2024. The District will offset the contribution expense in the year ended June 30, 2024, with the 147c supplemental income received subsequent to the measurement date which is included in the deferred inflows of resources.

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Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows during the following plan years:

Deferred (Inflow) and Deferred Outflow of Resources by Year  
 (To Be Recognized in Future Pension Expenses)

2023	\$ 12,253,706
2024	9,819,339
2025	8,995,123
2026	<u>14,896,309</u>
	<u>\$45,964,477</u>

**Actuarial Assumptions**

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Additional information as of the latest actuarial valuation follows:

*Summary of Actuarial Assumptions:*

- Valuation Date: September 30, 2021
- Actuarial Cost Method: Entry Age, Normal
- Wage inflation rate: 2.75%
- Investment Rate of Return:
  - MIP and Basic Plans: 6.00% net of investment expenses
  - Pension Plus Plan: 6.00% net of investment expenses
  - Pension Plus 2 Plan: 6.00% net of investment expenses

- Projected Salary Increases: 2.75 - 11.55%, including wage inflation at 2.75%
- Cost-of-Living Pension Adjustments: 3% Annual Non-Compounded for MIP Members
- Mortality:
  - Retirees: RP-2014 Male and Female Healthy Annuitant Mortality Tables, scaled by 82% for males and 78% for females and adjusted for mortality improvements using projection scale MP-2017 from 2006.
  - Active: RP-2014 Male and Female Employee Annuitant Mortality Tables, scaled 100% and adjusted for mortality improvements using projection scale MP-2017 from 2006

Assumption changes as a result of an experience study for the period 2012 through 2017 have been adopted by the System for use in the annual pension valuations beginning with the September 30, 2018, valuation. The total pension liability as of September 30, 2022, is based on the results of an actuarial valuation date of September 30, 2021, and rolled forward using generally accepted actuarial procedures, including the experience study.

Recognition period for liabilities is the average of the expected remaining service lives of all employees is 4.3922 years.

Recognition period for assets is 5 years.

Full actuarial assumptions are available in the 2022 MPSERS Annual Comprehensive Financial Report found on the ORS website at [www.michigan.gov/orsschools](http://www.michigan.gov/orsschools).

**Long-Term Expected Return on Plan Assets**

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each

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major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2022, are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return*
Domestic Equity Pools	25.0 %	5.1%
Private Equity Pools	16.0	8.7
International Equity	15.0	6.7
Fixed Income Pools	13.0	(0.2)
Real Estate and Infrastructure Pools	10.0	5.3
Absolute Return Pools	9.0	2.7
Real Return/Opportunistic Pools	10.0	5.8
Short Term Investment Pools	2.0	(0.5)
	<u>100.0%</u>	

\*Long-term rates of return are net of administrative expenses and 2.2% inflation.

**Rate of Return**

For the plan year ended September 30, 2022, the annual money-weighted rate of return on pension plan investment, net of pension plan investment expense, was (4.18)%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Discount Rate**

A discount rate of 6.00% was used to measure the total pension liability (6.00% for the Pension Plus plan, 6.00% for the Pension Plus 2, hybrid plans provided through non-university employers only). This discount

rate was based on the long-term expected rate of return on pension plan investments of 6.00% (6.00% for the Pension Plus plan, 6.00% for the Pension Plus 2 plan). The projection of cash flows used to determine this discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the School District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate**

The following presents the School District's proportionate share of the net pension liability calculated using the discount rate of 6.00% (6.00% for the Pension plus plan, 6.00% for the Pension Plus 2 plan), as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage higher:

1% Decrease *	Current Single Discount Rate Assumption *	1% Increase *
5.00%	6.00%	7.00%
\$ 336,680,997	\$ 255,133,166	\$ 187,934,081

\*Discount rates listed in the following order: Basic and Member Investment Plan (MIP), Pension Plus, and Pension Plus 2.

**Michigan Public School Employees' Retirement System (MPERS) Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued MPERS Annual Comprehensive

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**June 30, 2023**

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Financial Report, available on the ORS website at [www.michigan.gov/orsschools](http://www.michigan.gov/orsschools).

**Payables to the Michigan Public School Employees' Retirement System (MPERS)**

There were no significant payables to the pension plan that are not ordinary accruals to the School District.

**Note 11 - Post-employment Benefits Other Than Pensions (OPEB)**

**Plan Description**

The Michigan Public School Employees' Retirement System (System or MPERS) is a cost-sharing, multiple employer, state-wide, defined benefit public employee retirement plan governed by the State of Michigan (State) originally created under Public Act 136 of 1945, recodified and currently operating under the provisions of Public Act 300 of 1980, as amended. Section 25 of this act establishes the board's authority to promulgate or amend the provisions of the System. The board consists of twelve members - eleven appointed by the Governor and the State Superintendent of Instruction, who serves as an ex-officio member.

The System's health plan provides all eligible retirees with the option of receiving health, prescription drug, dental and vision coverage under the Michigan Public School Employees' Retirement Act (1980 PA 300 as amended).

The System is administered by the Office of Retirement Services (ORS) within the Michigan Department of Technology, Management & Budget. The Department Director appoints the Office Director, with whom the general oversight of the System resides. The State Treasurer serves as the investment officer and custodian for the System.

The System's financial statements are available on the ORS website at [www.michigan.gov/orsschools](http://www.michigan.gov/orsschools).

**Benefits Provided**

Benefit provisions of the postemployment healthcare plan are established by State statute, which may be amended. Public Act 300 of 1980, as amended, establishes eligibility and benefit provisions. Retirees have the option of health coverage, which, through 2012, was funded on a cash disbursement basis. Beginning with fiscal year 2013, it is funded on a prefunded basis. The System has contracted to provide the comprehensive group medical, prescription drug, dental and vision coverage for retirees and beneficiaries. A subsidized portion of the premium is paid by the System with the balance deducted from the monthly pension of each retiree healthcare recipient. For members who first worked before July 1, 2008, (Basic, MIP-Fixed, and MIP Graded plan members) the subsidy is the maximum allowed by statute. To limit future liabilities of Other Postemployment Benefits, members who first worked on or after July 1, 2008 (MIP-Plus plan members) have a graded premium subsidy based on career length where they accrue credit towards their insurance premiums in retirement, not to exceed the maximum allowable by statute. Public Act 300 of 2012 sets the maximum subsidy at 80% beginning January 1, 2013; 90% for those Medicare eligible and enrolled in the insurances as of that date. Dependents are eligible for healthcare coverage if they meet the dependency requirements set forth in Public Act 300 of 1980, as amended.

Public Act 300 of 2012 granted all active members of the Michigan Public School Employees Retirement System, who earned service credit in the 12 months ending September 3, 2012 or were on an approved professional services or military leave of absence on September 3, 2012, a voluntary election regarding their retirement healthcare. Any changes to a member's healthcare benefit are effective as of the member's transition date, which is defined as the first day of the pay period that begins on or after February 1, 2013.

Under Public Act 300 of 2012, members were given the choice between continuing the 3% contribution to retiree healthcare and keeping the premium subsidy benefit described above, or choosing not to pay the

**L'Anse Creuse Public Schools**  
**Notes to the Financial Statements**  
**June 30, 2023**

3% contribution and instead opting out of the subsidy benefit and becoming a participant in the Personal Healthcare Fund (PHF), a portable, tax-deferred fund that can be used to pay healthcare expenses in retirement. Participants in the PHF are automatically enrolled in a 2% employee contribution into their 457 account as of their transition date, earning them a 2% employer match into a 401(k) account. Members who selected this option stop paying the 3% contribution to retiree healthcare as of the day before their transition date, and their prior contributions were deposited into their 401(k) account.

**Contributions**

Employers are required by Public Act 300 of 1980, as amended, to contribute amounts necessary to finance the coverage of active and retired members. Contribution provisions are specified by State statute and may be amended only by action of the State Legislature.

Employer OPEB contributions to the System are determined on an actuarial basis using the entry age normal actuarial cost method. Under this method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated on a level basis over the service of the individual between entry age and assumed exit age. The portion of this cost allocated to the current valuation year is called the normal cost. The remainder is called the actuarial accrued liability. Normal cost is funded on a current basis. The unfunded (overfunded) actuarial accrued liability as of the September 30, 2021, valuation will be amortized over a 17-year period beginning October 1, 2021 and ending September 30, 2038.

The schedule below summarizes OPEB contribution rates in effect for fiscal year 2022.

OPEB Contribution Rates		
Benefit Structure	Member	Employer
Premium Subsidy	3.0%	8.09%
Personal Healthcare Fund (PHF)	0.0%	7.23%

Required contributions to the OPEB plan from the School District were \$5,125,140 for the year ended September 30, 2022.

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

At June 30, 2023, the School District reported a liability of \$14,250,873 for its proportionate share of the MPSERS net OPEB liability. The net OPEB liability was measured as of September 30, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation rolled forward from September 2021. The School District's proportion of the net OPEB liability was determined by dividing each employer's statutorily required OPEB contributions to the system during the measurement period by the percent of OPEB contributions required from all applicable employers during the measurement period. At September 30, 2022, the School District's proportion was .6728 percent, which was a decrease of .0017 percent from its proportion measured as of September 30, 2021.

For the plan year ending September 30, 2022, the School District recognized OPEB expense of \$(6,465,957) for the measurement period. For the reporting period ending June 30, 2023, the School District recognized total OPEB contribution expense of \$4,515,715.



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At June 30, 2023, the School District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
Difference between expected and actual experience	\$ -	\$(27,912,001)	\$(27,912,001)
Changes of assumptions	12,702,260	(1,034,290)	11,667,970
Net difference between projected and actual earnings on OPEB plan investments	1,113,818	-	1,113,818
Changes in proportion and differences between the School District contributions and proportionate share of contributions	<u>829,861</u>	<u>(1,680,076)</u>	<u>(850,215)</u>
Total to be recognized in future	14,645,939	(30,626,367)	(15,980,428)
School District contributions subsequent to the measurement date	<u>4,056,898</u>	<u>-</u>	<u>4,056,898</u>
Total	<u>\$ 18,702,837</u>	<u>\$(30,626,367)</u>	<u>\$(11,923,530)</u>

Contributions subsequent to the measurement date reported as deferred outflows of resources related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2024.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows during the following plan years:

Deferred (Inflow) and Deferred Outflow of Resources by Year (To Be Recognized in Future OPEB Expenses)	
2023	\$ (6,023,935)
2024	(5,009,685)
2025	(4,488,594)
2026	(201,214)
2027	(255,770)
Thereafter	<u>(1,230)</u>
	<u>\$ (15,980,428)</u>

**Actuarial Assumptions**

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Additional information as of the latest actuarial valuation follows:

*Summary of Actuarial Assumptions:*

- Valuation Date: September 30, 2021
- Actuarial Cost Method: Entry Age, Normal
- Wage inflation rate: 2.75%
- Investment Rate of Return: 6.00% net of investment expenses
- Projected Salary Increases: 2.75 – 11.55%, including wage inflation of 2.75%

**L'Anse Creuse Public Schools**  
**Notes to the Financial Statements**  
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- Healthcare Cost Trend Rate: Pre-65: 7.75% Year 1 graded to 3.5% Year 15; 3.0% Year 120 Post-65: 5.25% Year 1 graded to 3.5% Year 15; 3.0% Year 120
- Mortality:
  - Retirees: RP-2014 Male and Female Healthy Annuitant Mortality Tables, scaled by 82% for males and 78% for females and adjusted for mortality improvements using projection scale MP-2017 from 2006.
  - Active: RP-2014 Male and Female Employee Annuitant Mortality Tables, scaled 100% and adjusted for mortality improvements using projection scale MP-2017 from 2006.

*Other Assumptions:*

- Opt Out Assumptions 21% of eligible participants hired before July 1, 2008 and 30% of those hired after June 30, 2008 are assumed to opt out of the retiree health plan.
- Survivor Coverage: 80% of male retirees and 67% of female retirees are assumed to have coverages continuing after the retiree's death.
- Coverage Election at Retirement: 75% of male and 60% of female future retirees are assumed to elect coverage for 1 or more dependents.

Assumption changes as a result of an experience study for the period 2012 through 2017 have been adopted by the System for use in the annual pension valuations beginning with the September 30, 2018 valuation. The total OPEB liability as of September 30, 2022, is based on the results of an actuarial valuation date of September 30, 2021, and rolled forward using generally accepted actuarial procedures, including the experience study.

Recognition period for liabilities is the average of the expected remaining service lives of all employees in years is 6.2250.

Recognition period for assets in years is 5.0000.

Full actuarial assumptions are available in the 2022 MPSERS Annual Comprehensive Financial Report found on the ORS website at [www.michigan.gov/orsschools](http://www.michigan.gov/orsschools).

**Long-Term Expected Return on Plan Assets**

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the OPEB plan's target asset allocation as of September 30, 2022, are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return*
Domestic Equity Pools	25.0 %	5.1%
Private Equity Pools	16.0	8.7
International Equity	15.0	6.7
Fixed Income Pools	13.0	(0.2)
Real Estate and Infrastructure Pools	10.0	5.3
Absolute Return Pools	9.0	2.7
Real Return/Opportunistic Pools	10.0	5.8
Short Term Investment Pools	2.0	(0.5)
	100.0%	

*\*Long-term rates of return are net of administrative expenses and 2.2% inflation.*

**L'Anse Creuse Public Schools**  
**Notes to the Financial Statements**  
**June 30, 2023**

**Rate of Return**

For the plan year ended September 30, 2022, the annual money-weighted rate of return on OPEB plan investment, net of OPEB plan investment expense, was (4.99)%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Discount Rate**

A discount rate of 6.00% was used to measure the total OPEB liability. This discount rate was based on the long-term expected rate of return on OPEB plan investments of 6.00%. The projection of cash flows used to determine this discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

**Sensitivity of the School District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate**

The following presents the School District's proportionate share of the net OPEB liability calculated using the discount rate of 6.00%, as well as what the School District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage higher:

1% Decrease 5.00%	Current Discount Rate 6.00%	1% Increase 7.00%
\$ 23,904,469	\$ 14,250,873	\$ 6,121,348

**Sensitivity of the School District's Proportionate Share of the Net OPEB Liability to Healthcare Cost Trend Rate**

The following presents the School District's proportionate share of the net OPEB liability calculated using assumed trend rates, as well as what the School District's proportionate share of net OPEB liability would be if it were calculated using a trend rate that is 1-percentage-point lower or 1-percentage-point higher:

1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
\$ 5,967,584	\$ 14,250,873	\$ 23,549,029

**OPEB Plan Fiduciary Net Position**

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued 2022 MPSERS Annual Comprehensive Financial Report, available on the ORS website at [www.michigan.gov/orsschools](http://www.michigan.gov/orsschools).

**Payables to the OPEB Plan**

There were no significant payables to the OPEB plan that are not ordinary accruals to the School District.

**Note 12 - Contingent Liabilities**

Amounts received or receivable from grantor agencies are subjected to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of costs which may be disallowed by the grantor cannot be determined at this time although the School District expects such amounts, if any, to be immaterial. A separate report on federal compliance has been issued for the year June 30, 2023.

**L'Anse Creuse Public Schools**  
**Notes to the Financial Statements**  
**June 30, 2023**

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**Note 13 - Tax Abatements**

School Districts may receive reduced property tax revenues as a result of Industrial Facilities Tax exemptions and Brownfield Redevelopment Agreements granted by the various municipalities within the School District boundaries. Industrial facility exemptions are intended to promote construction of new industrial facilities, or to rehabilitate historical facilities; Brownfield redevelopment agreements are intended to reimburse taxpayers that remediate environmental contamination on their properties.

There are no significant abatements made by the School District.

## REQUIRED SUPPLEMENTARY INFORMATION

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**L'Anse Creuse Public Schools**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule - General Fund**  
**For the Year Ended June 30, 2023**

	<u>Budgeted Amounts</u>			Over (Under) Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Local sources	\$ 18,968,909	\$ 19,873,794	\$ 20,121,971	\$ 248,177
State sources	94,409,409	104,788,657	102,268,981	(2,519,676)
Federal sources	16,337,108	16,177,279	13,452,374	(2,724,905)
Interdistrict sources	7,044,000	7,425,000	7,896,243	471,243
 Total revenues	 <u>136,759,426</u>	 <u>148,264,730</u>	 <u>143,739,569</u>	 <u>(4,525,161)</u>
 Instruction				
Basic programs	64,329,051	70,055,422	66,566,228	(3,489,194)
Added needs	19,423,323	19,795,858	17,839,110	(1,956,748)
Adult and continuing education	338,465	379,953	379,952	(1)
Supporting services				
Pupil	10,958,975	12,902,811	10,915,551	(1,987,260)
Instructional staff	4,118,098	4,135,944	3,832,201	(303,743)
General administration	753,580	936,118	915,584	(20,534)
School administration	8,901,695	9,617,418	9,681,071	63,653
Business	1,475,436	1,361,154	1,433,886	72,732
Operations and maintenance	12,954,674	12,732,309	12,123,249	(609,060)
Pupil transportation services	5,578,606	5,994,441	6,071,060	76,619
Central	3,385,705	4,029,080	3,943,630	(85,450)
Athletic activities	1,647,055	2,011,955	2,352,952	340,997
Community services	2,038,958	2,932,858	2,624,244	(308,614)
Intergovernmental payments	17,186	17,186	6,867	(10,319)
Capital outlay	3,609,030	4,553,284	4,349,259	(204,025)
 Total expenditures	 <u>139,529,837</u>	 <u>151,455,791</u>	 <u>143,034,844</u>	 <u>(8,420,947)</u>
 Excess (deficiency) of revenues over expenditures	 <u>(2,770,411)</u>	 <u>(3,191,061)</u>	 <u>704,725</u>	 <u>3,895,786</u>

**L'Anse Creuse Public Schools**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule - General Fund**  
**For the Year Ended June 30, 2023**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Other Financing Sources</b>				
Proceeds from sale of capital assets	-	28,000	28,464	464
Transfers in	<u>210,000</u>	<u>210,000</u>	<u>256,376</u>	<u>46,376</u>
Total other financing sources	<u>210,000</u>	<u>238,000</u>	<u>284,840</u>	<u>46,840</u>
Net change in fund balance	(2,560,411)	(2,953,061)	989,565	3,942,626
Fund balance - beginning	<u>17,468,268</u>	<u>17,468,268</u>	<u>17,468,268</u>	<u>-</u>
Fund balance - ending	<u>\$ 14,907,857</u>	<u>\$ 14,515,207</u>	<u>\$ 18,457,833</u>	<u>\$ 3,942,626</u>

**L'Anse Creuse Public Schools**  
**Required Supplementary Information**  
**Schedule of the School District's Proportionate Share of the Net Pension Liability**  
**Michigan Public School Employees Retirement Plan**  
**Last 10 Fiscal Years (Measurement Date September 30th of Each June Fiscal Year)**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
A. School district's proportion of net pension liability (%)	0.6784%	0.6692%	0.6721%	0.6881%	0.7069%	0.7304%	0.7491%	0.7530%	0.7407%	
B. School district's proportionate share of net pension liability	\$ 255,133,166	\$ 158,432,851	\$ 230,861,374	\$ 227,876,568	\$ 212,521,232	\$ 189,276,265	\$ 186,886,903	\$ 183,916,898	\$ 163,151,544	
C. School district's covered payroll	\$ 64,860,134	\$ 60,532,656	\$ 58,247,533	\$ 59,621,067	\$ 58,612,365	\$ 60,207,202	\$ 63,081,719	\$ 62,639,375	\$ 60,159,805	
D. School district's proportionate share of net pension liability as a percentage of its covered payroll	393.36%	261.73%	396.35%	382.21%	362.59%	314.37%	296.26%	293.61%	271.20%	
E. Plan fiduciary net position as a percentage of total pension liability	60.77%	72.60%	59.72%	60.31%	62.36%	64.21%	63.27%	63.17%	66.20%	

**Note Disclosure**

Changes of benefit terms: There were no changes of benefit terms in plan fiscal year 2022.  
Changes of benefit assumptions: There were no changes of benefit assumptions in plan fiscal year 2022.



**L'Anse Creuse Public Schools**  
**Required Supplementary Information**  
**Schedule of the School District's Pension Contributions**  
**Michigan Public School Employees Retirement Plan**  
**Last 10 Fiscal Years**

	For the Years Ended June 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
A. Statutorily required contributions	\$ 25,649,293	\$ 23,321,166	\$ 19,887,639	\$ 18,654,934	\$ 18,221,103	\$ 19,599,868	\$ 11,108,756	\$ 13,203,368	\$ 13,198,825	
B. Contributions in relation to statutorily required contributions	<u>25,649,293</u>	<u>23,321,166</u>	<u>19,887,639</u>	<u>18,654,934</u>	<u>18,221,103</u>	<u>19,599,868</u>	<u>11,108,756</u>	<u>13,203,368</u>	<u>13,198,825</u>	
C. Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
D. School district's covered payroll	\$ 70,912,904	\$ 64,135,872	\$ 59,450,511	\$ 58,406,713	\$ 59,866,692	\$ 58,764,991	\$ 60,182,979	\$ 66,337,643	\$ 60,296,139	
E. Contributions as a percentage of covered payroll	36.17%	36.36%	33.45%	31.94%	30.44%	33.35%	18.46%	19.90%	21.89%	

**L'Anse Creuse Public Schools**  
**Required Supplementary Information**  
**Schedule of the School District's Proportionate Share of the Net OPEB Liability**  
**Michigan Public School Employees Retirement Plan**  
**Last 10 Fiscal Years (Measurement Date September 30th of Each June Fiscal Year)**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
A. School district's proportion of net OPEB liability (%)	0.6728%	0.6746%	0.6599%	0.6842%	0.6901%	0.7306%				
B. School district's proportionate share of net OPEB liability	\$ 14,250,873	\$ 10,296,273	\$ 35,351,153	\$ 49,112,894	\$ 54,858,609	\$ 64,695,245				
C. School district's covered payroll	\$ 64,860,134	\$ 60,532,656	\$ 58,247,533	\$ 59,621,067	\$ 58,612,365	\$ 60,207,202				
D. School district's proportionate share of net OPEB liability as a percentage of its covered payroll	21.97%	17.01%	60.69%	82.38%	93.60%	107.45%				
E. Plan fiduciary net position as a percentage of total OPEB liability	83.09%	87.33%	59.44%	48.46%	42.95%	36.39%				

**Note Disclosure**

Changes of benefit terms: There were no changes of benefit terms in plan fiscal year 2022.

Changes of benefit assumptions: There were no changes of benefit assumptions in plan fiscal year 2022.

**L'Anse Creuse Public Schools**  
**Required Supplementary Information**  
**Schedule of the School District's OPEB Contributions**  
**Michigan Public School Employees Retirement Plan**  
**Last 10 Fiscal Years**

	For the Years Ended June 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
A. Statutorily required contributions	\$ 4,515,715	\$ 5,083,260	\$ 4,849,550	\$ 4,662,787	\$ 4,683,471	\$ 3,840,504				
B. Contributions in relation to statutorily required contributions	<u>4,515,715</u>	<u>5,083,260</u>	<u>4,849,550</u>	<u>4,662,787</u>	<u>4,683,471</u>	<u>3,840,504</u>				
C. Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>				
D. School district's covered payroll	\$ 70,912,904	\$ 64,135,872	\$ 59,450,511	\$ 58,406,713	\$ 59,866,692	\$ 58,764,991				
E. Contributions as a percentage of covered payroll	6.37%	7.93%	8.16%	7.98%	7.82%	6.54%				

## OTHER SUPPLEMENTARY INFORMATION

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**L'Anse Creuse Public Schools**  
**Other Supplementary Information**  
**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
**June 30, 2023**

	Special Revenue Funds		Debt Service Funds				Capital Project Funds		Total Nonmajor Governmental Funds
	Food and Nutrition	Student/School Activity Fund	2017A Refunding	2015 Refunding	2021 Refunding	2019 Refunding	2010A Capital Projects Fund	2008 Capital Projects Fund	
<b>Assets</b>									
Cash	\$ 3,546,226	\$ 4,068,051	\$ 18,971	\$ 158,687	\$ 258,329	\$ 1,086,253	\$ -	\$ -	\$ 9,136,517
Accounts receivable	556	-	-	-	-	-	-	-	556
Due from other funds	139,141	1,981	-	-	-	-	-	1,636	142,758
Due from other governmental units	178,103	-	-	-	-	-	-	-	178,103
Interest receivable	-	-	476	-	-	-	-	-	476
Inventory	60,715	-	-	-	-	-	-	-	60,715
Investments	-	-	-	-	-	-	575,341	952,119	1,527,460
<b>Total assets</b>	<b>\$ 3,924,741</b>	<b>\$ 4,070,032</b>	<b>\$ 19,447</b>	<b>\$ 158,687</b>	<b>\$ 258,329</b>	<b>\$ 1,086,253</b>	<b>\$ 575,341</b>	<b>\$ 953,755</b>	<b>\$ 11,046,585</b>
<b>Liabilities</b>									
Accounts payable	\$ 58,599	\$ 4,600	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 319,721	\$ 382,920
Due to other funds	1,270,501	2,567,411	-	25,797	310	-	20,145	472,221	4,356,385
Unearned revenue	112,427	-	-	-	-	-	-	-	112,427
<b>Total liabilities</b>	<b>1,441,527</b>	<b>2,572,011</b>	<b>-</b>	<b>25,797</b>	<b>310</b>	<b>-</b>	<b>20,145</b>	<b>791,942</b>	<b>4,851,732</b>
<b>Fund Balances</b>									
Non-spendable									
Inventory	60,715	-	-	-	-	-	-	-	60,715
Restricted for									
Food service	2,422,499	-	-	-	-	-	-	-	2,422,499
Debt service	-	-	19,447	132,890	258,019	1,086,253	-	-	1,496,609
Capital projects	-	-	-	-	-	-	555,196	161,813	717,009
Committed for									
Student/school activities	-	1,498,021	-	-	-	-	-	-	1,498,021
<b>Total fund balances</b>	<b>2,483,214</b>	<b>1,498,021</b>	<b>19,447</b>	<b>132,890</b>	<b>258,019</b>	<b>1,086,253</b>	<b>555,196</b>	<b>161,813</b>	<b>6,194,853</b>
<b>Total liabilities and fund balances</b>	<b>\$ 3,924,741</b>	<b>\$ 4,070,032</b>	<b>\$ 19,447</b>	<b>\$ 158,687</b>	<b>\$ 258,329</b>	<b>\$ 1,086,253</b>	<b>\$ 575,341</b>	<b>\$ 953,755</b>	<b>\$ 11,046,585</b>

**L'Anse Creuse Public Schools**  
**Other Supplementary Information**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**For the Year Ended June 30, 2023**

	Special Revenue Funds		Debt Service Funds				Capital Project Funds		Total Nonmajor Governmental Funds
	Food and Nutrition	Student/School Activity Fund	2017A Refunding	2015 Refunding	2021 Refunding	2019 Refunding	2010A Capital Projects Fund	2008 Capital Projects Fund	
<b>Revenues</b>									
Local sources	\$ 1,671,131	\$ 1,684,719	\$ 10,548	\$ 5,638,952	\$ 11,138,584	\$ 4,049,877	\$ -	\$ 37,777	\$ 24,231,588
State sources	276,073	8,220	-	171,882	341,847	125,238	-	-	923,260
Federal sources	3,676,815	-	-	-	-	-	-	-	3,676,815
<b>Total revenues</b>	<b>5,624,019</b>	<b>1,692,939</b>	<b>10,548</b>	<b>5,810,834</b>	<b>11,480,431</b>	<b>4,175,115</b>	<b>-</b>	<b>37,777</b>	<b>28,831,663</b>
<b>Expenditures</b>									
Current									
Education									
Supporting services	-	1,661,793	-	-	-	-	-	-	1,661,793
Food services	5,178,820	-	-	-	-	-	-	-	5,178,820
Facilities acquisition	-	-	-	-	-	-	27,707	1,167,574	1,195,281
Debt service									
Principal	-	-	-	4,435,000	8,840,000	-	-	-	13,275,000
Interest and other expenditures	-	-	-	1,221,812	2,402,942	655,000	-	-	4,279,754
<b>Total expenditures</b>	<b>5,178,820</b>	<b>1,661,793</b>	<b>-</b>	<b>5,656,812</b>	<b>11,242,942</b>	<b>655,000</b>	<b>27,707</b>	<b>1,167,574</b>	<b>25,590,648</b>
Excess (deficiency) of revenues over expenditures	445,199	31,146	10,548	154,022	237,489	3,520,115	(27,707)	(1,129,797)	3,241,015
<b>Other Financing Uses</b>									
Transfers out	(256,376)	-	-	(21,132)	-	(2,433,862)	-	-	(2,711,370)
<b>Net change in fund balances</b>	<b>188,823</b>	<b>31,146</b>	<b>10,548</b>	<b>132,890</b>	<b>237,489</b>	<b>1,086,253</b>	<b>(27,707)</b>	<b>(1,129,797)</b>	<b>529,645</b>
Fund balances - beginning	2,294,391	1,466,875	8,899	-	20,530	-	582,903	1,291,610	5,665,208
Fund balances - ending	\$ 2,483,214	\$ 1,498,021	\$ 19,447	\$ 132,890	\$ 258,019	\$ 1,086,253	\$ 555,196	\$ 161,813	\$ 6,194,853

**L'Anse Creuse Public Schools**  
**Other Supplementary Information**  
**Food and Nutrition Fund - Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2023**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Local sources	\$ 1,621,122	\$ 1,432,800	\$ 1,671,131	\$ 238,331
State sources	169,000	273,021	276,073	3,052
Federal sources	<u>2,539,536</u>	<u>4,034,594</u>	<u>3,676,815</u>	<u>(357,779)</u>
Total revenues	4,329,658	5,740,415	5,624,019	(116,396)
<b>Expenditures</b>				
Current				
Education				
Food services	<u>4,067,186</u>	<u>5,135,161</u>	<u>5,178,820</u>	<u>43,659</u>
Excess of revenues over expenditures	262,472	605,254	445,199	(160,055)
<b>Other Financing Uses</b>				
Transfers out	<u>(210,000)</u>	<u>(200,000)</u>	<u>(256,376)</u>	<u>56,376</u>
Net change in fund balance	52,472	405,254	188,823	(216,431)
Fund balance - beginning	<u>2,294,391</u>	<u>2,294,391</u>	<u>2,294,391</u>	<u>-</u>
Fund balance - ending	<u>\$ 2,346,863</u>	<u>\$ 2,699,645</u>	<u>\$ 2,483,214</u>	<u>\$ (216,431)</u>

**L'Anse Creuse Public Schools**  
**Other Supplementary Information**  
**Student/School Activity Fund - Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2023**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Over (Under) Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Local sources	\$ 1,710,964	\$ 2,327,331	\$ 1,684,719	\$ (642,612)
State sources	<u>5,000</u>	<u>9,000</u>	<u>8,220</u>	<u>(780)</u>
Total revenues	1,715,964	2,336,331	1,692,939	(643,392)
<b>Expenditures</b>				
Current				
Education				
Supporting services	<u>1,488,850</u>	<u>2,228,616</u>	<u>1,661,793</u>	<u>(566,823)</u>
Excess (deficiency) of revenues over expenditures	227,114	107,715	31,146	(76,569)
Fund balance - beginning	<u>1,466,875</u>	<u>1,466,875</u>	<u>1,466,875</u>	<u>-</u>
Fund balance - ending	<u>\$ 1,693,989</u>	<u>\$ 1,574,590</u>	<u>\$ 1,498,021</u>	<u>\$ (76,569)</u>



**L'Anse Creuse Public Schools**  
**Other Supplementary Information**  
**Schedule of Outstanding Bonded Indebtedness**  
**June 30, 2023**

Year Ending June 30,	2023 Refunding	2021 Refunding	2015 Refunding	Total
2024	\$ 2,505,000	\$ 8,955,000	\$ 4,600,000	\$ 16,060,000
2025	2,640,000	9,160,000	4,695,000	16,495,000
2026	2,780,000	14,175,000	-	16,955,000
2027	2,920,000	14,335,000	-	17,255,000
2028	3,065,000	14,550,000	-	17,615,000
2029	3,210,000	14,790,000	-	18,000,000
2030	3,360,000	15,055,000	-	18,415,000
2031	3,510,000	15,345,000	-	18,855,000
2032	3,660,000	15,395,000	-	19,055,000
2033	3,820,000	6,300,000	-	10,120,000
2034	3,975,000	6,300,000	-	10,275,000
2035	4,135,000	6,300,000	-	10,435,000
2036	-	-	2,885,000	2,885,000
2037	-	-	2,870,000	2,870,000
2038	-	-	2,850,000	2,850,000
2039	-	-	2,835,000	2,835,000
2040	-	-	2,835,000	2,835,000
Total	<u>\$ 39,580,000</u>	<u>\$ 140,660,000</u>	<u>\$ 23,570,000</u>	<u>\$ 203,810,000</u>
Principal payments due the first day of	May	May	May	
Interest payments due the first day of	May and November	May and November	May and November	
Interest rate	5.00%	.36% - 2.41%	3.75% - 5.00%	
Original issue	<u>\$ 39,580,000</u>	<u>\$ 149,500,000</u>	<u>\$ 118,685,000</u>	

STATISTICAL SECTION AND OTHER INFORMATION  
(UNAUDITED)

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**L'Anse Creuse Public Schools**  
**Description of Statistical Section**  
**June 30, 2023**

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This part of the School District's Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplemental information says about the School District's overall financial health.

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trend Information</b> These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.	<b>7 - 2</b>
<b>Revenue Capacity Information</b> These schedules contain information to help the reader assess the School District's most significant local revenue source, the property tax.	<b>7 - 6</b>
<b>Debt Capacity Information</b> These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	<b>7 - 10</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the School District's financial activities take place.	<b>7 - 13</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	<b>7 - 15</b>

**L'Anse Creuse Public Schools**  
**Net Position by Component - Governmental Activities**  
**Last Ten Fiscal Years (Unaudited)**

	June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Net investment in capital assets	\$ (27,266,485)	\$ (32,670,011)	\$ (35,244,396)	\$ (49,436,681)	\$ (52,691,962)	\$ (54,588,283)	\$ (53,753,586)	\$ (51,777,649)	\$ (45,677,604)	\$ (33,563,536)
Restricted	6,266,739	6,423,333	2,784,106	2,784,106	2,784,106	2,609,352	2,539,999	2,932,443	538,351	3,215,822
Unrestricted	7,200,187	(160,959,890)	(173,012,748)	(162,392,299)	(229,461,070)	(230,273,946)	(236,466,051)	(234,612,405)	(208,041,997)	(202,375,200)
 Total primary government net position	 <b>\$ (13,799,559)</b>	 <b>\$ (187,206,568)</b>	 <b>\$ (205,473,038)</b>	 <b>\$ (209,044,874)</b>	 <b>\$ (279,368,926)</b>	 <b>\$ (282,252,877)</b>	 <b>\$ (287,679,638)</b>	 <b>\$ (283,457,611)</b>	 <b>\$ (253,181,250)</b>	 <b>\$ (232,722,914)</b>

Source: L'Anse Creuse Public Schools audited financial statements

**L'Anse Creuse Public Schools**  
**Changes in Governmental Net Position**  
**Last Ten Fiscal Years (Unaudited)**

	Year Ended June 30									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Expenses - Governmental activities</b>										
Instruction	\$ 68,736,723	\$ 69,740,957	\$ 71,586,409	\$ 69,870,823	\$ 71,865,210	\$ 70,722,007	\$ 73,154,688	\$ 73,930,259	\$ 65,971,353	\$ 78,164,011
Support services	35,453,725	37,776,250	37,864,068	38,402,558	39,100,578	38,888,643	42,812,561	40,374,754	39,328,831	48,165,729
Athletics	1,130,961	1,217,079	1,288,005	1,309,020	1,336,811	1,184,341	1,252,356	1,299,994	1,233,136	2,240,729
Food services	3,443,312	3,686,494	3,524,938	3,617,619	3,576,016	3,678,136	4,092,525	4,013,212	4,291,274	4,931,819
Community services	1,788,787	1,865,625	1,838,853	1,873,620	2,022,427	1,940,061	1,721,928	1,503,290	1,455,326	2,499,083
Payments to other public schools	65,000	68,166	71,990	65,998	-	-	-	-	-	6,867
Interest on long-term debt and other expenses	14,414,135	11,289,345	15,079,454	9,090,419	10,415,358	9,956,684	9,577,638	9,873,999	6,574,552	8,063,693
Loss on sale of capital assets (unallocated)	-	-	3,803,944	-	1,827,440	743,897	72,908	1,117,966	1,559,115	51,678
Depreciation (unallocated)	9,803,612	10,063,160	9,876,872	9,284,816	8,786,497	8,765,498	8,674,148	8,705,017	8,482,403	8,413,545
<b>Total expenses - Governmental activities</b>	<b>134,836,255</b>	<b>135,707,076</b>	<b>144,934,533</b>	<b>133,514,873</b>	<b>138,930,337</b>	<b>135,879,267</b>	<b>141,358,752</b>	<b>140,818,491</b>	<b>128,895,990</b>	<b>152,537,154</b>
<b>Program Revenue</b>										
Charges for services:										
Instruction	-	-	135,000	152,250	142,750	-	-	-	-	-
Supporting services	-	-	-	-	-	-	2,397,719	-	2,156,348	1,684,719
Athletics	324,162	316,859	313,313	313,883	298,405	290,693	227,179	42,689	121,541	111,511
Food services	1,329,743	1,447,268	1,400,049	1,562,927	1,400,382	1,370,367	954,350	188,098	755,871	1,671,131
Community services	2,701,483	2,895,541	2,563,627	2,483,494	2,729,498	2,669,594	1,784,123	1,170,765	1,720,503	2,445,266
Capital grants and contributions	-	-	-	-	5,063	14,217	-	-	-	-
Operating grants and contributions	22,900,529	23,744,933	25,684,089	27,282,867	27,779,894	28,092,463	30,023,719	41,415,409	46,051,842	59,501,346
<b>Total program revenue</b>	<b>27,255,917</b>	<b>28,404,601</b>	<b>30,096,078</b>	<b>31,795,421</b>	<b>32,355,992</b>	<b>32,437,334</b>	<b>35,387,090</b>	<b>42,816,961</b>	<b>50,806,105</b>	<b>65,413,973</b>
<b>Net Expenses</b>	<b>(107,580,338)</b>	<b>(107,302,475)</b>	<b>(114,838,455)</b>	<b>(101,719,452)</b>	<b>(106,574,345)</b>	<b>(103,441,933)</b>	<b>(105,971,662)</b>	<b>(98,001,530)</b>	<b>(78,089,885)</b>	<b>(87,123,181)</b>
<b>General Revenue</b>										
Property taxes	29,071,199	29,960,228	30,300,644	30,804,299	31,570,020	32,788,952	34,091,493	36,277,970	36,754,262	38,996,077
State aid not restricted to specific purposes	69,454,534	67,894,784	65,417,081	65,865,945	65,573,565	66,321,353	64,038,093	65,429,412	65,712,626	68,096,602
Federal revenue - Unrestricted	-	38,009	39,103	43,438	40,271	-	-	-	-	-
Investment earnings	134,671	101,322	121,897	116,513	111,114	187,971	122,171	260,057	97,039	181,135
Gain on the sale of capital assets	52,409	171,957	-	-	-	-	-	-	-	-
Other	618,599	878,021	693,260	1,317,421	1,211,053	1,259,706	919,718	256,118	5,802,319	307,703
<b>Total general revenue</b>	<b>99,331,412</b>	<b>99,044,321</b>	<b>96,571,985</b>	<b>98,147,616</b>	<b>98,506,023</b>	<b>100,557,982</b>	<b>99,171,475</b>	<b>102,223,557</b>	<b>108,366,246</b>	<b>107,581,517</b>
<b>Change in Net Position</b>	<b>\$ (8,248,926)</b>	<b>\$ (8,258,154)</b>	<b>\$ (18,266,470)</b>	<b>\$ (3,571,836)</b>	<b>\$ (8,068,322)</b>	<b>\$ (2,883,951)</b>	<b>\$ (6,800,187)</b>	<b>\$ 4,222,027</b>	<b>\$ 30,276,361</b>	<b>\$ 20,458,336</b>

Source: L'Anse Creuse Public Schools audited financial statements

**L'Anse Creuse Public Schools**  
**Fund Balances - Governmental Funds**  
**Last Ten Fiscal Years (Unaudited)**

	June 30									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund:										
<b>Post GASB 54:</b>										
Nonspendable	\$ 576,099	\$ 388,700	\$ 524,197	\$ 551,291	\$ 475,460	\$ 630,759	\$ 714,325	\$ 1,036,404	\$ 1,654,025	\$ 1,276,828
Assigned	4,342,534	1,959,400	257,850	569,050	247,350	228,350	199,150	180,650	2,723,161	5,213,387
Unassigned	7,436,732	5,776,827	5,535,299	5,063,178	4,021,264	4,097,100	5,078,534	10,561,292	13,091,082	11,967,618
Total General Fund	<b>\$ 12,355,365</b>	<b>\$ 8,124,927</b>	<b>\$ 6,317,346</b>	<b>\$ 6,183,519</b>	<b>\$ 4,744,074</b>	<b>\$ 4,956,209</b>	<b>\$ 5,992,009</b>	<b>\$ 11,778,346</b>	<b>\$ 17,468,268</b>	<b>\$ 18,457,833</b>
All other governmental funds:										
<b>Post GASB 54:</b>										
Nonspendable	\$ 50,765	\$ 45,223	\$ 47,431	\$ 40,019	\$ 46,113	\$ 24,912	\$ 88,715	\$ 57,704	\$ 85,594	\$ 60,715
Restricted	20,332,708	16,587,757	14,067,494	10,383,205	6,344,728	4,549,245	4,794,369	5,226,456	5,505,905	4,745,889
Committed	1,222,386	1,222,386	1,022,386	-	-	-	1,373,662	1,348,617	1,466,875	1,498,021
Assigned	9,131	4,102	4,102	4,316	-	-	-	-	-	-
Total all other governmental funds	<b>\$ 21,614,990</b>	<b>\$ 17,859,468</b>	<b>\$ 15,141,413</b>	<b>\$ 10,427,540</b>	<b>\$ 6,390,841</b>	<b>\$ 4,574,157</b>	<b>\$ 6,256,746</b>	<b>\$ 6,632,777</b>	<b>\$ 7,058,374</b>	<b>\$ 6,304,625</b>

Source: L'Anse Creuse Public Schools audited

**L'Anse Creuse Public Schools**  
**Changes in Fund Balances - Governmental Funds**  
**Last Ten Fiscal Years (Unaudited)**

	Year Ended June 30									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Revenue</b>										
Local revenue	\$ 34,788,367	\$ 35,433,857	\$ 35,777,717	\$ 36,577,123	\$ 36,756,569	\$ 37,877,227	\$ 39,734,983	\$ 38,819,694	\$ 41,563,427	\$ 44,749,353
State revenue	82,155,709	82,380,390	82,575,542	84,439,549	85,216,719	85,985,840	84,662,389	87,747,176	90,597,248	103,192,241
Federal revenue	8,383,197	7,457,640	6,716,623	7,039,193	6,659,706	6,967,151	7,888,603	13,444,588	19,640,778	17,129,189
Interdistrict revenue	1,816,157	1,839,696	1,922,260	1,862,371	2,172,279	2,165,098	2,309,586	6,328,521	7,370,898	7,896,243
<b>Total revenue</b>	<b>127,143,430</b>	<b>127,111,583</b>	<b>126,992,142</b>	<b>129,918,236</b>	<b>130,805,273</b>	<b>132,995,316</b>	<b>134,595,561</b>	<b>146,339,979</b>	<b>159,172,351</b>	<b>172,967,026</b>
<b>Expenditures</b>										
Instruction	67,736,723	69,846,745	69,471,311	69,173,154	69,867,880	69,462,876	68,115,412	71,688,833	77,210,787	84,785,290
Support services	37,355,569	37,968,530	36,825,408	38,125,653	37,960,217	38,274,245	39,667,977	39,224,340	46,178,160	50,578,025
Athletics	1,130,961	1,245,132	1,252,674	1,299,581	1,297,824	1,165,630	1,160,371	1,262,953	1,447,893	2,352,952
Food services	3,443,312	3,686,494	3,428,244	3,591,534	3,471,722	3,620,026	3,791,928	3,898,863	5,038,622	5,178,820
Community services	1,788,787	1,873,423	1,788,411	1,860,110	1,963,444	1,909,410	1,595,453	1,460,454	1,708,780	2,624,244
Debt service:										
Principal	13,750,000	15,565,000	12,100,000	109,331,550	11,505,000	12,145,000	41,030,000	117,620,000	39,890,000	59,074,353
Interest	12,321,183	7,973,618	11,260,035	9,475,328	11,260,885	10,852,362	10,189,062	9,380,695	6,468,313	7,941,586
Other	567,615	1,178,010	501,097	572,166	107,189	107,189	107,189	107,189	-	-
Capital outlay	9,097,334	5,625,405	4,445,277	3,680,075	4,444,675	1,360,331	89,047	2,797,226	952,044	5,544,540
Payments to other public schools	65,000	68,166	71,990	65,998	-	-	-	-	-	6,867
<b>Total expenditures</b>	<b>147,256,484</b>	<b>145,030,523</b>	<b>141,144,447</b>	<b>237,175,149</b>	<b>141,878,836</b>	<b>138,897,069</b>	<b>165,746,439</b>	<b>247,440,553</b>	<b>178,894,599</b>	<b>218,086,677</b>
<b>Excess of Expenditures Over Revenue</b>	<b>(20,113,054)</b>	<b>(17,918,940)</b>	<b>(14,152,305)</b>	<b>(107,256,913)</b>	<b>(11,073,563)</b>	<b>(5,901,753)</b>	<b>(31,150,878)</b>	<b>(101,100,574)</b>	<b>(19,722,248)</b>	<b>(45,119,651)</b>
<b>Other Financing Sources (Uses)</b>										
Proceeds from sale of capital assets	122,215	171,957	3,278,240	24,801	259,923	361,390	17,640	19,513	325,000	28,464
Transfers in	4,279,132	335,788	674,838	1,234,692	200,122	3,026,147	320,283	300,656	1,439,918	2,711,370
Transfers out	(4,279,132)	(335,788)	(674,838)	(1,234,692)	(200,122)	(3,026,147)	(320,283)	(300,656)	(1,439,918)	(2,711,370)
Debt issuance	9,488,553	127,830,000	6,348,429	101,952,885	5,337,496	3,935,814	85,478,201	180,909,042	25,512,767	45,327,003
Debt premium or discount	-	15,300,918	-	431,527	-	-	-	-	-	-
Debt defeasance	-	(133,369,895)	-	-	-	-	(53,000,000)	(73,665,613)	-	-
<b>Total other financing sources</b>	<b>9,610,768</b>	<b>9,932,980</b>	<b>9,626,669</b>	<b>102,409,213</b>	<b>5,597,419</b>	<b>4,297,204</b>	<b>32,495,841</b>	<b>107,262,942</b>	<b>25,837,767</b>	<b>45,355,467</b>
<b>Net Change in Fund Balances</b>	<b>(10,502,286)</b>	<b>(7,985,960)</b>	<b>(4,525,636)</b>	<b>(4,847,700)</b>	<b>(5,476,144)</b>	<b>(1,604,549)</b>	<b>1,344,963</b>	<b>6,162,368</b>	<b>6,115,519</b>	<b>235,816</b>
<b>Fund Balances - Beginning of year</b>	<b>44,472,641</b>	<b>33,970,355</b>	<b>25,984,395</b>	<b>21,458,759</b>	<b>16,611,059</b>	<b>11,134,915</b>	<b>10,903,792</b>	<b>12,248,755</b>	<b>18,411,123</b>	<b>24,526,642</b>
<b>Fund Balances - End of year</b>	<b>\$ 33,970,355</b>	<b>\$ 25,984,395</b>	<b>\$ 21,458,759</b>	<b>\$ 16,611,059</b>	<b>\$ 11,134,915</b>	<b>\$ 9,530,366</b>	<b>\$ 12,248,755</b>	<b>\$ 18,411,123</b>	<b>\$ 24,526,642</b>	<b>\$ 24,762,458</b>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	<b>23.9%</b>	<b>21.6%</b>	<b>21.2%</b>	<b>20.2%</b>	<b>20.0%</b>	<b>20.2%</b>	<b>44.9%</b>	<b>44.0%</b>	<b>35.2%</b>	<b>46.1%</b>

Source: L'Anse Creuse Public Schools audited financial statements

\* 2020 Beginning fund balance restated due to the implementation of GASB 84.

\*\* The debt service payments including current refunding activity (payments to escrow agents). These payments were removed from the calculation to arrive at this percentage.

**L'Anse Creuse Public Schools**  
**Assessed Value and Actual Value of Taxable Property**  
**Last Ten Fiscal Years (Unaudited)**

Tax Year	Taxable Value by Property Type						Total Value	Tax Rate (Mills)	Estimated Actual Value	Taxable Value as a Percentage of Actual
	Real Property				Agricultural and Other	Personal Property				
	Residential	Commercial	Industrial							
2013	1,497,036,943	352,284,963	185,033,954	3,337,292	206,260,581	2,243,953,733	25.00	4,602,953,300	49	
2014	1,535,697,788	359,316,396	186,202,079	3,128,065	191,393,107	2,275,737,435	25.00	4,767,111,686	48	
2015	1,587,444,131	360,791,635	190,003,837	3,145,241	200,575,186	2,341,960,030	25.00	5,219,009,096	45	
2016	1,632,860,574	372,436,592	191,523,707	1,273,096	134,506,554	2,332,600,523	25.00	5,525,259,122	42	
2017	1,692,694,538	378,845,350	195,542,942	1,284,526	130,164,840	2,398,532,196	25.00	5,773,243,046	42	
2018	1,777,236,555	397,303,194	204,919,639	285,751	119,903,600	2,499,648,739	25.00	5,969,832,666	42	
2019	1,870,406,991	422,846,997	215,864,067	292,607	122,266,200	2,631,676,862	25.00	6,430,618,518	41	
2020	1,954,043,212	440,399,538	229,716,048	298,165	126,711,553	2,751,168,516	24.90	6,869,771,074	40	
2021	2,026,978,338	450,064,512	235,186,053	302,338	127,508,200	2,840,039,441	24.85	7,231,385,200	39	
2022	2,150,915,156	475,497,271	265,256,198	342,753	141,385,900	3,033,397,278	24.64	7,694,151,474	39	

Note: Under Michigan law, the revenue base is taxable value.  
Taxes levied in a particular "tax year" become revenue of the subsequent fiscal year.

Source: Macomb County Equalization Department



**L'Anse Creuse Public Schools**  
**Direct and Overlapping Property Tax Rates**  
**Last Ten Fiscal Years (Unaudited)**

		Millage Rates - Direct School District Taxes							Overlapping Taxes									
		Operating			Total Direct Taxes				City of					Township of				
Fiscal Year Ended	Tax Year	Homestead	Non-homestead	Debt*	Homestead	Non-homestead	Macomb County	Macomb Community College	Intermediate School District	State Education	Huron - Clinton Metro Authority	Mount Clemens	St. Clair Shores	Clinton	Chesterfield	Harrison	Macomb	Other**
2013	2014	-	18.00	7.00	7.00	25.00	4.6135	1.5312	2.9430	6.0000	0.2146	18.6639	20.5388	15.9289	8.8001	7.2916	4.5886	0.8900
2014	2015	-	18.00	7.00	7.00	25.00	4.6135	1.5262	2.9430	6.0000	0.2000	18.6639	20.9950	16.2889	9.7026	7.7916	4.9786	1.1000
2015	2016	-	18.00	7.00	7.00	25.00	4.6135	1.5302	2.9430	6.0000	0.2146	24.8062	21.2602	16.2952	9.6867	7.7522	4.9660	1.1000
2016	2017	-	18.00	7.00	7.00	25.00	4.6014	1.4174	2.9354	6.0000	0.2146	24.8045	21.2309	16.2902	9.6007	8.7587	4.9443	1.0971
2017	2018	-	18.00	7.00	7.00	25.00	4.5974	1.4072	2.9147	6.0000	0.2140	24.6999	24.4089	16.2324	9.4090	8.4885	6.3470	1.2871
2018	2019	-	18.00	7.00	7.00	25.00	4.5651	1.4640	2.8945	6.0000	0.2129	24.6880	25.2168	15.7371	9.4011	9.1858	6.3243	1.2950
2019	2020	-	17.98	7.00	7.00	24.98	4.5266	1.4531	2.8744	6.0000	0.2117	24.6073	24.9009	15.7003	9.3397	9.1741	6.3292	1.2853
2020	2021	-	17.90	7.00	7.00	24.90	4.5807	1.4387	4.7296	6.0000	0.2104	24.2870	21.7145	15.6580	9.3320	9.1621	6.3020	1.2724
2021	2022	-	17.85	7.00	7.00	24.85	4.4381	1.4247	4.6845	6.0000	0.2089	25.0699	23.9435	15.6226	9.3236	9.1020	6.1140	1.2599
2022	2023	-	17.64	7.00	7.00	24.64	4.3852	1.4077	4.6300	6.0000	0.2070	24.7628	23.4090	15.5728	9.3090	9.5000	6.0947	1.2401

\* Debt millages apply to homestead and non-homestead property.

\*\* Suburban Mobility Authority Regional Transportation (SMART), Art Institute, and Zoo Authority

Source: Macomb County Apportionment Report and Municipal Finance

**L'Anse Creuse Public Schools  
Principal Property Taxpayers  
Year Ended June 30, 2023 (Unaudited)**

Taxpayer	2022 Taxable		Percentage of Total	2013 Taxable		Percentage of Total
	Value	Rank		Value	Rank	
DTE Energy	\$48,385,659	1	29.60%	\$30,922,148	1	26.34%
Consumers Energy	\$35,994,723	2	22.02%			
Harbours Apartments	\$22,663,393	3	13.87%			
Chesterfield Care 2017, LLC	\$10,596,500	4	6.48%			
Lakeshore Senior Living LLC	\$8,175,821	5	5.00%			
29700 Commerce LLC	\$7,987,507	6	4.89%			
Kuka Systems North America LLC	\$7,643,342	7	4.68%			
Tower Automotive	\$7,493,129	8	4.58%	\$14,993,900	3	12.77%
Shore Club Apartments	\$7,470,962	9	4.57%			
PMAT Waterside Chesterfield, LLC	\$7,045,687	10	4.31%			
Walmart Properties				\$6,898,244	9	5.88%
Aspen Creek / Chesterfield Farms Apartments				\$9,081,150	5	7.74%
Axalta / Mt. Clemens Coating				\$20,220,757	2	17.22%
Schaller Corporation / ISI				\$8,095,368	6	6.90%
USM / Emhart Corporation / Emhart Teknologies				\$6,898,244	8	5.88%
Waterside Marketplace LLC				\$12,172,425	4	10.37%
Menards				\$7,569,237	7	6.45%
Viking/Paragon Properties/Chesterfield				\$542,500	10	0.46%

Source: Municipalities within the school district boundaries

**L'Anse Creuse Public Schools  
Property Tax Levies and Collections  
Last Ten Fiscal Years (Unaudited)**

Tax Year	Fiscal Year Ended June 30	Unadjusted Total Levy	Current Collections	Percent Collected	Delinquent Collections (Refunds)	Total Tax Collections	Percent of Initial Levy Collected
2013	2014	\$29,176,635	\$29,134,357	99.9%	107,312	29,241,669	100.2%
2014	2015	\$29,669,115	\$29,537,742	99.6%	154,824	29,692,566	100.1%
2015	2016	\$30,178,031	\$30,203,870	100.1%	(63,412)	30,140,458	99.9%
2016	2017	\$30,333,293	\$30,217,846	99.6%	31,138	30,248,984	99.7%
2017	2018	\$30,904,422	\$30,834,971	99.8%	11,780	30,846,750	99.8%
2018	2019	\$32,158,198	\$32,126,479	99.9%	3,051	32,129,530	99.9%
2019	2020	\$33,803,636	\$33,370,007	98.7%	16,967	33,386,974	98.8%
2020	2021	\$35,242,582	\$35,365,794	100.3%	(89,694)	35,276,100	100.1%
2021	2022	\$36,255,612	\$36,151,772	99.7%	(27,469)	36,124,303	99.6%
2022	2023	\$38,485,476	\$38,322,954	99.6%	34,620	38,357,574	99.7%

Source: Macomb County Equalization Department and State of Michigan (State Aid Status Report)

**L'Anse Creuse Public Schools**  
**Ratios of Outstanding Debt**  
**Last Ten Fiscal Years (Unaudited)**

Fiscal Year	General Obligation Bonds	Less Pledged Debt Service Funds	Net General Bonded Debt	Other General Obligation Debt	Total General Obligation Debt	Taxable Value	Net General Bonded Debt as a Percentage of		Total Debt as a Percentage of Taxable Value	Population	Net General Bonded Debt per Capita	Total Debt per Capita	Per Capita Personal Income (C)	Ratio of Total Debt to Personal Income
							Taxable Value	Taxable Value						
2014	243,585,000	-	243,585,000	63,117,915	306,702,915	2,243,953,733	10.86%	13.67%	69,512 (B)	3,504	4,412	26,618	16.58%	
2015	217,975,000	-	217,975,000	74,493,777	292,468,777	2,275,737,435	9.58%	12.85%	70,120 (B)	3,109	4,171	26,748	15.59%	
2016	205,875,000	-	205,875,000	83,429,317	289,304,317	2,341,960,030	8.79%	12.35%	70,558 (B)	2,918	4,100	27,145	15.10%	
2017	284,125,000	-	284,125,000	49,710	284,174,710	2,332,600,523	12.18%	12.18%	70,942 (B)	4,005	4,006	27,525	14.55%	
2018	272,620,000	-	272,620,000	5,420,027	278,040,027	2,398,532,196	11.37%	11.59%	71,179 (B)	3,830	3,906	28,588	13.66%	
2019	260,475,000	-	260,475,000	9,561,118	270,036,118	2,499,648,739	10.42%	10.80%	71,452 (B)	3,645	3,779	29,740	12.71%	
2020	219,445,000	-	219,445,000	42,536,708	261,981,708	2,631,676,862	8.34%	9.95%	72,413 (B)	3,030	3,618	31,104	11.63%	
2021	262,895,000	-	262,895,000	7,464	262,902,464	2,751,168,516	9.56%	9.56%	72,359 (B)	3,633	3,633	32,238	11.27%	
2022	223,005,000	-	223,005,000	25,578,674	248,583,674	2,840,039,441	7.85%	8.75%	70,809 (B)	3,149	3,511	33,327	10.53%	
2023	203,810,000	-	203,810,000	25,785,304	229,595,304	3,033,397,278	6.72%	7.57%	72,096 (B)	2,827	3,185	34,880	9.13%	

Population estimates derived from Southeast Michigan Council of Governments (A) and U.S. Census Bureau (B). Personal income from Bureau of Economic Statistics (C)

**L'Anse Creuse Public Schools**  
**Direct and Overlapping Governmental Activities Debt**  
**Year Ended June 30, 2023 (Unaudited)**

Governmental Unit	Debt Outstanding	Estimated Percent Applicable	Estimated Share of Overlapping Debt
City of Mount Clemens	\$ 3,278,792	3.92%	\$ 128,529
City of St. Clair Shores	35,964,519	0.09%	32,368
Chesterfield Township	24,104,281	52.81%	12,729,471
Clinton Township	69,032,773	14.60%	10,078,785
Harrison Township	17,079,393	100.00%	17,079,393
Macomb Township	49,569,722	8.55%	4,238,211
Macomb County	668,476,823	9.18%	61,364,787
Clinton-Macomb Public Library	28,168,521	11.49%	<u>3,236,563</u>
Total overlapping debt			108,888,106
Direct School District Debt:			
General obligation bonds			203,810,000
School Bond Loan/School Loan Revolving Fund			<u>25,785,304</u>
Total direct and overlapping debt			<u><u>\$ 338,483,410</u></u>

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the School District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses within the School District. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is not within other districts.

**L'Anse Creuse Public Schools**  
**Legal Debt Margin**  
**Last Ten Fiscal Years (Unaudited)**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Calculation of Debt Limit:</b>										
State equalized valuation (SEV)	\$ 2,301,476,650	\$ 2,383,555,843	\$ 2,609,504,548	\$ 2,762,629,561	\$ 2,886,621,523	\$ 2,984,916,333	\$ 3,215,309,259	\$ 3,434,885,537	\$ 3,615,692,600	\$ 3,847,075,737
15% of SEV	345,221,498	357,533,376	391,425,682	414,394,434	432,993,228	447,737,450	482,296,389	515,232,831	542,353,890	577,061,361
<b>Calculation of Debt Subject to Limit:</b>										
Total debt	243,585,000	217,975,000	205,875,000	284,125,000	272,620,000	270,029,346	2,631,676,862	262,895,000	223,005,000	203,810,000
Less debt not subject to limit - State qualified debt issuance	<u>(243,585,000)</u>	<u>(217,975,000)</u>	<u>(205,875,000)</u>	<u>(284,125,000)</u>	<u>(272,620,000)</u>	<u>(270,029,346)</u>	<u>(2,631,676,862)</u>	<u>(262,895,000)</u>	<u>(223,005,000)</u>	<u>(203,810,000)</u>
Net debt subject to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>\$ 345,221,498</u>	<u>\$ 357,533,376</u>	<u>\$ 391,425,682</u>	<u>\$ 414,394,434</u>	<u>\$ 432,993,228</u>	<u>\$ 447,737,450</u>	<u>\$ 482,296,389</u>	<u>\$ 515,232,831</u>	<u>\$ 542,353,890</u>	<u>\$ 577,061,361</u>
Net debt subject to limit as % of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Note: All bonds qualified under Article IX, Section 16 of the Michigan Constitution of 1963 are exempt from computation of the legal debt margin.

Source: Municipal Advisory Council of Michigan

**L'Anse Creuse Public Schools  
Demographic and Economic Statistics  
Last Ten Fiscal Years (Unaudited)**

Fiscal Year	Population	Median Household Income	Median Age	Total Personal Income	Per Capita Personal Income	Unemployment Rate
2014	854,769	53,628	40.0	22,752,241,242	26,618	9.1
2015	860,112	53,451	41.0	23,006,275,776	26,748	6.3
2016	864,840	54,059	41.1	23,476,081,800	27,145	5.6
2017	867,730	54,582	41.1	23,884,268,250	27,525	4.2
2018	871,375	55,951	41.1	24,910,868,500	28,588	4.1
2019	874,759	58,175	41.1	26,015,332,660	29,740	4.4
2020	873,972	60,466	41.1	27,184,025,088	31,104	19.1 *
2021	875,149	62,855	40.0	28,213,053,462	32,238	4.5
2022	889,265	64,641	41.0	29,636,534,655	33,327	4.3
2023	893,289	43,882	40.9	31,157,920,320	34,880	3.6

Note: The statistics shown above are for the County of Macomb, which encompasses the entire School District and surrounding communities.

Sources: U.S. Census Bureau, American Community Survey, St Louis Fed

\* - COVID 19 Pandemic

**L'Anse Creuse Public Schools  
Principal Employers  
June 30, 2023 (Unaudited)**

Taxpayer	Estimated 2023 Employees	Rank	Percentage of Total Employment	Estimated 2014 Employees	Rank	Percentage of Total Employment
General Motors Co.	25,306	1	5.88%	12,343	1	3.03%
Stellantis NV (FCA US LLC / Chrysler Group)	17,774	2	4.13%	9,423	2	2.31%
U.S. Government	6,943	3	1.61%	6,736	3	1.65%
Ford Motor Company	3,990	4	0.93%	4,179	4	1.03%
Ascension Michigan (formerly St. John)	2,937	5	0.68%	3,650	5	0.90%
Utica Community Schools	2,640	6	0.61%	3,151	6	0.77%
Macomb County	2,429	7	0.56%	2,217	9	0.54%
Henry Ford Health System	2,201	8	0.51%	2,873	7	0.71%
McLaren Health Care Corp.	1,969	9	0.46%	-		0.00%
General Dynamics Land Systems	<u>1,826</u>	10	0.42%	<u>-</u>		0.00%
 Total principal employers	 <u><b>68,015</b></u>			 <u><b>44,572</b></u>		
 Total employment Macomb County	 <u><b>430,650</b></u>			 <u><b>407,090</b></u>		

Source: Crains Detroit Business, Michigan Manufacturers Directory, Macomb County Department of Planning and Economic Development.



**L'Anse Creuse Public Schools**  
**Full-Time Equivalent School District Employees**  
**Last Ten Fiscal Years (Unaudited)**

Fiscal Year Ended June 30	General Government Function/Program				Total
	Instruction	Support Services	Community Services	Food Services	
2014	884	321	20	72	1,297
2015	887	316	20	65	1,288
2016	833	242	20	75	1,170
2017	829	237	20	77	1,163
2018	771	266	20	73	1,130
2019	782	268	15	75	1,140
2020	766	271	11	70	1,118
2021	738	283	11	67	1,098
2022	767	282	12	64	1,125
2023	792	284	21	61	1,158

Source: L'Anse Creuse Public Schools report to Michigan Education Information System - Registry of Educational Personnel.

**L'Anse Creuse Public Schools**  
**Operating Indicators**  
**Last Ten Fiscal Years (Unaudited)**

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Year	Enrollment	Operating Expenditures	Cost per Pupil	Operating Revenue	Revenue per Pupil	Total Teaching Staff	Percentage of Students Qualifying for Free/Reduced Meals
2014	11,244	108,003,027	9,605	106,338,910	9,457	619	35%
2015	11,034	111,094,673	10,068	106,329,278	9,637	613	34%
2016	10,808	109,366,054	10,119	106,524,203	9,856	581	36%
2017	10,689	110,394,515	10,328	109,003,501	10,198	555	33%
2018	10,491	111,181,842	10,598	109,382,352	10,426	547	39%
2019	10,392	110,813,957	10,663	110,784,051	10,661	560	42%
2020	10,145	108,136,896	10,659	108,903,486	10,735	556	39%
2021	9,883	114,512,422	11,587	120,067,825	12,149	560	42%
2022	9,773	124,702,165	12,760	129,847,087	13,286	570	43%
2023	9,414	143,034,844	15,194	143,739,569	15,269	570	46%

Sources: CEPI and MI School Data (based on L'Anse Creuse Public Schools reports to State of Michigan)

**L'Anse Creuse Public Schools**  
**Capital Asset Information**  
**Last Ten Fiscal Years (Unaudited)**

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Instructional buildings:										
Elementary:										
Number of buildings	10	10	9	9	9	9	9	9	9	9
Square footage	614,018	614,018	567,936	567,936	567,936	567,936	567,936	567,936	567,936	567,936
Capacity	4,560	4,560	3,595	3,595	3,595	3,595	3,595	3,595	3,595	3,595
Enrollment	4,573	4,472	4,293	4,306	4,270	4,220	4,242	4,112	4,128	4,006
Middle:										
Number of buildings	4	4	4	4	4	4	4	4	4	4
Square footage	405,365	405,365	405,365	405,365	405,365	405,365	405,365	405,365	405,365	405,365
Capacity	3,128	3,128	3,128	3,128	3,128	3,128	3,128	3,128	3,128	3,128
Enrollment	2,719	2,617	2,583	2,515	2,500	2,495	2,405	2,341	2,155	2,190
High:										
Number of buildings	2	2	2	2	2	2	2	2	2	2
Square footage	497,896	497,896	497,896	497,896	497,896	497,896	497,896	497,896	497,896	497,896
Capacity	2,975	2,975	2,975	2,975	2,975	2,975	2,975	2,975	2,975	2,975
Enrollment	3,281	3,446	3,434	3,336	3,262	3,219	3,106	3,147	3,102	3,247
Other:										
Number of buildings	8	8	8	7	6	6	6	6	6	6
Square footage	300,328	300,328	300,328	285,288	291,365	291,365	291,365	291,365	291,365	291,365
Capacity	722	722	722	722	355	355	355	355	355	355
Enrollment	671	499	362	393	328	323	261	211	257	392
Administrative:										
Number of buildings	1	1	1	1	1	1	1	1	1	1
Square footage	53,130	53,130	53,130	53,130	53,130	53,130	53,130	53,130	53,130	53,130
Transportation:										
Number of garages	1	1	1	1	1	1	1	1	1	1
Buses	101	101	99	92	88	88	88	84	81	91
Athletics:										
Football fields	4	4	4	4	4	4	4	4	4	4
Soccer fields	8	8	8	8	8	8	8	8	8	8
Running tracks	4	4	4	4	4	4	4	4	4	4
Baseball/Softball	13	13	13	13	13	13	13	13	13	13
Swimming pools	2	2	2	2	2	2	2	2	2	2
Playgrounds	10	10	10	10	10	10	10	10	10	10
Playgrounds - Vacant (Admin)	1	1	1	-	-	1	1	1	-	-

Sources: L'Anse Creuse Public Schools business office and CEPI (mischooldata.org)