

MEMORANDUM

G.5. Approve 2022/2023 Appropriation Act for General and Special Revenue Funds
Mr. Sederlund

RECOMMENDED MOTION: “That the following resolution be adopted by the Board of Education to approve the General Fund, Food Service Fund, Community Services Childcare Fund, and Cooperative Activities Fund budgets for the 2022/2023 fiscal year. Further request that the reading of the resolution be waived.”

RESOLVED, that this resolution shall be the General Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2022/2023 to provide for the expenditure of the appropriation; and to provide for the disposition of income received by Chippewa Valley Schools.

BE IT FURTHER RESOLVED that the total revenues and fund balance estimated to be available for appropriations in the General Fund of the Chippewa Valley Schools for the fiscal year 2022/2023, originally adopted on June 20, 2022, and amended on February 13, 2023, be amended as follows:

Revenue	
Local	\$19,627,798
State	163,466,473
Federal	9,432,451
Interdistrict	11,090,793
Transfers & Others	1,557,629
Total Revenue	\$205,175,144
Fund Balance July 1, 2022	\$32,978,867
Total Available to Appropriate	\$238,154,011

BE IT FURTHER RESOLVED, that \$203,107,612 of the total available to appropriate in the General Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Instruction	
Basic Programs	\$94,234,092
Added Needs	31,517,853
Adult and Continuing Education	120,748

Support Services	
Pupil	19,397,532
Instructional Staff	8,719,332
General Administration	1,072,825
School Administration	12,024,523
Business	2,686,035
Operations & Maintenance	15,221,521
Transportation	6,141,455
Central	5,149,188
Other Support (Athletics, CTE)	2,694,261
Community Services	982,696
Outgoing Transfers & Other	3,145,551
Total Appropriated	\$203,107,612
Estimated Fund Balance June 30, 2023	\$35,046,399

BE IT FURTHER RESOLVED, that the revenue from the millage levy of 18.000 mills on non-homestead and non-qualified agricultural property be certified and be used towards the District's 2022/2023 operating expenditures. As provided by in the Act related to the Michigan Business Tax, Personal Industrial Property is exempt from the 18 mills and Personal Commercial Property is exempt from 12 of the 18 mills.

RESOLVED, that this resolution shall be the Food Service Appropriation Act of Chippewa Valley Schools for fiscal year 2022/2023 to provide for the expenditure of the appropriation; and to provide for the disposition of income received by Chippewa Valley Schools.

BE IT FURTHER RESOLVED that the total revenues and fund balance estimated to be available for appropriations in the Food Service Fund of the Chippewa Valley Schools for the fiscal year 2022/2023, originally adopted on June 20, 2022, and amended on February 13, 2023, be amended as follows:

Revenue	
Local	\$2,200,600
State	333,629
Federal	3,672,403
Transfers & Other	0
Total Revenue	\$6,206,632
Fund Balance July 1, 2022	\$3,282,110
Total Available to Appropriate	\$9,488,742

BE IT FURTHER RESOLVED, that \$5,988,139 of the total available to appropriate in the Food Service Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Wages	\$1,531,107
Employee Benefits	923,792
Food Purchases	2,535,340
Other	347,900
Capital Outlay	400,000
Outgoing Transfers	250,000
Total Appropriated	\$5,988,139
Estimated Fund Balance June 30, 2023	\$3,500,603

RESOLVED, that this resolution shall be the Community Services Childcare Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2022/2023 to provide for the expenditure of the appropriation; and to provide for the disposition of income received by Chippewa Valley Schools.

BE IT FURTHER RESOLVED that the total revenues and fund balance estimated to be available for appropriations in the Community Services Childcare Fund of the Chippewa Valley Schools for the fiscal year 2022/2023, originally adopted on June 20, 2022, and amended on February 13, 2023, be amended as follows:

Revenue	
Local	\$1,179,998
State	0
Federal	\$631,443
Transfers & Other	0
Total Revenue	\$1,811,441
Fund Balance July 1, 2022	\$702,461
Total Available to Appropriate	\$2,513,902

BE IT FURTHER RESOLVED that \$1,603,362 of the total available to appropriate in the Community Services Childcare Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Childcare	\$1,378,992
Outgoing Transfers	\$224,370
Total Appropriated	\$1,603,362
Estimated Fund Balance June 30, 2023	\$910,540

RESOLVED, that this resolution shall be the Cooperative Activities Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2022/2023 to

provide for the expenditure of the appropriation; and to provide for the disposition of income received by Chippewa Valley Schools.

BE IT FURTHER RESOLVED that the total revenues and fund balance estimated to be available for appropriations in the Cooperative Activities Fund which incorporates the IAM and Student Intervention Program of the Chippewa Valley Schools for the fiscal year 2022/2023, originally adopted June 20, 2022, and amended on February 13, 2023, be amended as follows:

Revenue	
Local	\$369,000
State	0
Federal	0
Interdistrict	\$4,254,801
Incoming Transfers & Fund Modifications	\$1,130,551
Total Revenue	\$5,754,352
Fund Balance July 1, 2022	\$19,715,479
Total Available to Appropriate	\$25,469,831

BE IT FURTHER RESOLVED that \$5,802,021 of the total available to appropriate in the Cooperative Activities Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Basic Instruction	\$1,173,500
Support Services	\$392,708
Payments to Other Schools	\$3,152,554
Fund Modifications	\$1,083,259
Total Appropriated	\$5,802,021
Estimated Fund Balance June 30, 2023	\$19,667,810

BE IT FURTHER RESOLVED, that no Board of Education member or employee of the school district shall expend any funds or obligate the expenditure of any funds except pursuant to appropriations made by the Board of Education and in keeping with the budgetary policy statement hitherto adopted by the Board. Changes in the amount appropriated by the Board shall require approval by the Board.

BE IT FURTHER RESOLVED, that the Superintendent and his designee are hereby charged with general supervision of the execution of the budget adopted by the Board and shall hold the department heads responsible for performance of their responsibilities within the amount appropriated by the Board of Education and in keeping with the budgetary policy statement hitherto adopted by the Board.

BE IT FURTHER RESOLVED, that 8.64 mills be certified for levy on all property in the district for the purpose of retiring principal and interest on the voted debt of the district.

This appropriation act resolution is to take effect upon approval.

RATIONALE: The administration has reviewed the entire budget and updated the budgets for the General Fund, Food Service Fund, Community Services Childcare Fund, and the Cooperative Activities Fund, reflecting the most current information. Adjustments are often needed to be in compliance with the Uniform Budgeting and Accounting Act which governs the budget process and prohibits deviations exceeding adopted appropriations. Changes having the greatest impact on the General Fund are further detailed in the following summaries.

Projected revenue for the General Fund increased by just over \$1.7 million, from the 1st Amended Budget. The increase in revenue is a result of the following updates:

- An increased enrollment count of 16.4 FTE for Section 25 students (+\$160,000)
- An increased amount of expected interest income based on interest rate fluctuations (+\$173,000)
- Net change in MPERS with 147c/c(2) offset revenues (-\$412,000)
- Increase in revenue from various grant funding sources (+\$1,570,000)
- Review and adjustments of other revenue sources as appropriate

Projected expenditures for the General Fund increased by just over \$4.5 million, from \$198.6 million to \$203.1 million. Significant changes from the 1st Amended Budget resulted from:

- Net staffing wage changes including known leaves, retirements, vacancies and assumed labor agreement settlement costs (+3,570,000)
- Net change in MPERS 147c/c(2) offset expenditures (-\$412,000)
- Increase in grant funded expenditures (+\$1,570,000)
- Review and adjustments of other expenditure items as appropriate

Total expenditures increased by 2.3% from the 1st Amended Budget adopted on February 13, 2023. The changes identified produced revenues exceeding expenditures by a little less than \$2.1 million. The 1st Amended Budget estimated revenue exceeding expenditures by just under \$4.9 million. The budget modifications presented above result in a projected June 30, 2023 ending fund balance of \$35 million (or 17.3% of budgeted expenditures).

CHIPPEWA VALLEY SCHOOLS
2022-2023 2nd AMENDED
GENERAL FUND BUDGET

	2021-22 Audited Actual	2022-23 Original Budget June 20, 2022	2022-23 1st Amended Budget February 13, 2023	2022-23 2nd Amended Budget June 5, 2023	2022-23 2nd Amended 2022-23 1st Amended Difference
Revenue					
Local (1)	\$ 5,505,571	\$ 18,456,441	\$ 19,267,798	\$ 19,627,798	\$ 360,000
State	\$ 141,969,980	\$ 145,877,703	\$ 162,965,294	\$ 163,466,473	\$ 501,179
Federal	\$ 27,305,639	\$ 7,040,238	\$ 8,617,807	\$ 9,432,451	\$ 814,644
Interdistrict	\$ 3,138,539	\$ 10,893,895	\$ 11,090,793	\$ 11,090,793	\$ -
Incoming Transfers & Other	\$ 2,307,916	\$ 1,503,115	\$ 1,517,532	\$ 1,557,629	\$ 40,097
Total Revenue	\$ 180,227,645	\$ 183,771,392	\$ 203,459,224	\$ 205,175,144	\$ 1,715,920
Expenditures					
Basic Programs	\$ 87,807,175	\$ 88,881,716	\$ 92,663,041	\$ 94,234,092	\$ 1,571,051
Added Needs	\$ 24,025,395	\$ 26,220,364	\$ 30,628,999	\$ 31,517,853	\$ 888,854
Adult & Community Ed	\$ 147,103	\$ 155,846	\$ 118,067	\$ 120,748	\$ 2,681
Total Instructional	\$ 111,979,673	\$ 115,257,926	\$ 123,410,107	\$ 125,872,693	\$ 2,462,586
Pupil Services	\$ 17,334,151	\$ 17,591,291	\$ 19,001,199	\$ 19,397,532	\$ 396,333
Instructional Staff Services	\$ 8,356,403	\$ 8,072,443	\$ 8,437,985	\$ 8,719,332	\$ 281,347
General Administration	\$ 837,836	\$ 930,098	\$ 998,495	\$ 1,072,825	\$ 74,330
School Administration	\$ 11,106,334	\$ 11,059,080	\$ 11,775,593	\$ 12,024,523	\$ 248,930
Business Administration	\$ 2,844,482	\$ 2,981,476	\$ 2,726,461	\$ 2,686,035	\$ (40,426)
Operations & Maintenance	\$ 12,520,211	\$ 13,845,284	\$ 14,574,061	\$ 15,221,521	\$ 647,460
Transportation	\$ 4,975,929	\$ 5,400,408	\$ 5,865,791	\$ 6,141,455	\$ 275,664
Other Central Services	\$ 4,448,518	\$ 4,747,905	\$ 5,088,584	\$ 5,149,188	\$ 60,604
Other Support (Portion Athletics, CTE)	\$ 2,513,434	\$ 2,541,448	\$ 2,589,232	\$ 2,694,261	\$ 105,029
Total Supporting Services	\$ 64,937,298	\$ 67,169,433	\$ 71,057,401	\$ 73,106,672	\$ 2,049,271
Total Community Services	\$ 697,177	\$ 808,806	\$ 986,119	\$ 982,696	\$ (3,423)
Outgoing Transfers & Other	\$ 2,029,047	\$ 1,042,894	\$ 3,145,540	\$ 3,145,551	\$ 11
Total Expenditures	\$ 179,643,195	\$ 184,279,059	\$ 198,599,167	\$ 203,107,612	\$ 4,508,445
Total Revenues Over/<Under> Expenditures	\$ 584,450	\$ (507,667)	\$ 4,860,057	\$ 2,067,532	\$ (2,792,525)
Beginning Fund Equity	\$ 32,394,417	\$ 31,926,744	\$ 32,978,867	\$ 32,978,867	
Ending Fund Equity	\$ 32,978,867	\$ 31,419,077	\$ 37,838,924	\$ 35,046,399	

(1) Includes 18.00 Mill Non-Homestead Property Tax Levy for operational purposes.

CHIPPEWA VALLEY SCHOOLS
 2022-2023 2nd AMENDED
 SPECIAL REVENUE FUND
 FOOD SERVICES BUDGET

	2021-22 Audited Actual	2022-23 Original Budget June 20, 2022	2022-23 1st Amended Budget February 13, 2023	2022-23 2nd Amended Budget June 5, 2023	2022-23 2nd Amended 2022-23 1st Amended Difference
Revenue					
Local	\$ 740,007	\$ 2,165,000	\$ 2,254,500	\$ 2,200,600	\$ (53,900)
State	\$ 134,269	\$ 125,011	\$ 94,138	\$ 333,629	\$ 239,491
Federal	\$ 6,951,669	\$ 2,559,043	\$ 3,329,734	\$ 3,672,403	\$ 342,669
Incoming Transfers & Other	\$ -	\$ -	\$ -	\$ -	\$ -
Total Revenue	\$ 7,825,945	\$ 4,849,054	\$ 5,678,372	\$ 6,206,632	\$ 528,260
Expenditures					
Wages	\$ 1,428,407	\$ 1,428,825	\$ 1,462,400	\$ 1,531,107	\$ 68,707
Employee Benefits	\$ 830,810	\$ 903,479	\$ 914,817	\$ 923,792	\$ 8,975
Food Purchases	\$ 2,588,821	\$ 2,273,660	\$ 2,388,863	\$ 2,535,340	\$ 146,477
Other	\$ 295,810	\$ 310,000	\$ 321,900	\$ 347,900	\$ 26,000
Capital Outlay	\$ 86,228	\$ -	\$ 400,000	\$ 400,000	\$ -
Outgoing Transfers	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ -
Total Food Service	\$ 5,480,076	\$ 5,165,964	\$ 5,737,980	\$ 5,988,139	\$ 250,159
Total Revenues Over/<Under> Expenditures	\$ 2,345,869	\$ (316,910)	\$ (59,608)	\$ 218,493	\$ 278,101
Beginning Fund Equity	\$ 936,241	\$ 2,397,390	\$ 3,282,110	\$ 3,282,110	
Ending Fund Equity	\$ 3,282,110	\$ 2,080,480	\$ 3,222,502	\$ 3,500,603	

CHIPPEWA VALLEY SCHOOLS
 2022-2023 2nd AMENDED
 SPECIAL REVENUE FUND
 COMMUNITY SERVICES CHILDCARE BUDGET

	2021-22 Audited <u>Actual</u>	2022-23 Original <u>Budget</u> June 20, 2022	2022-23 1st Amended <u>Budget</u> February 13, 2023	2022-23 2nd Amended <u>Budget</u> June 5, 2023	2022-23 2nd Amended 2022-23 1st Amended <u>Difference</u>
Revenue					
Local	\$ 872,218	\$ 825,415	\$ 1,112,466	\$ 1,179,998	\$ 67,532
Federal	\$ 1,845,571	\$ 1,121,301	\$ 614,125	\$ 631,443	\$ 17,318
Incoming Transfers & Other	\$ -	\$ -			\$ -
Total Revenue	\$ 2,717,789	\$ 1,946,716	\$ 1,726,591	\$ 1,811,441	\$ 84,850
Expenditures					
Wages/Purchased Services/Supplies,Materials	\$ 995,169	\$ 961,568	\$ 1,279,984	\$ 1,378,992	\$ 99,008
	\$ 995,169	\$ 961,568	\$ 1,279,984	\$ 1,378,992	\$ 99,008
Outgoing Transfers & Other	\$ 1,020,159	\$ 224,370	\$ 224,370	\$ 224,370	\$ -
Total Expenditures	\$ 2,015,328	\$ 1,185,938	\$ 1,504,354	\$ 1,603,362	\$ 99,008
Total Revenues Over/<Under> Expenditures	\$ 702,461	\$ 760,778	\$ 222,237	\$ 208,079	\$ (14,158)
Beginning Fund Equity	\$ -	\$ 635,272	\$ 702,461	\$ 702,461	
Ending Fund Equity	\$ 702,461	\$ 1,396,050	\$ 924,698	\$ 910,540	

CHIPPEWA VALLEY SCHOOLS
 2022-2023 2nd AMENDED
 COOPERATIVE ACTIVITIES FUND
 INTERNATIONAL ACADEMY OF MACOMB & STUDENT INTERVENTION BUDGET

	2021-22 Audited <u>Actual</u>	2022-23 Original <u>Budget</u> June 20, 2022	2022-23 1st Amended <u>Budget</u> February 13, 2023	2022-23 2nd Amended <u>Budget</u> June 5, 2023	2022-23 2nd Amended 2022-23 1st Amended <u>Difference</u>
Revenue					
Local (1)	\$ 12,010,387	\$ -	\$ 369,000	\$ 369,000	\$ -
Interdistrict	\$ 7,387,217	\$ -	\$ -	\$ 1,000,000	\$ 1,000,000
Tuition Schools (2)	\$ 3,164,842	\$ 3,161,191	\$ 3,254,419	\$ 3,254,801	\$ 382
Fund Modifications	\$ 1,029,047	\$ 1,027,893	\$ 1,130,540	\$ 1,130,551	\$ 11
Total Revenue	\$ 23,591,493	\$ 4,189,084	\$ 4,753,959	\$ 5,754,352	\$ 1,000,393
Expenditures					
Instruction	\$ 371,974	\$ 1,401,284	\$ 1,142,700	\$ 1,173,500	\$ 30,800
Support Services	\$ 337,218	\$ 341,334	\$ 392,708	\$ 392,708	\$ -
Payments to Other Schools	\$ 3,025,751	\$ 2,993,140	\$ 3,133,786	\$ 3,152,554	\$ 18,768
Fund Modifications	\$ 1,037,757	\$ 1,028,744	\$ 1,043,162	\$ 1,083,259	\$ 40,097
Total Expenditures	\$ 4,772,700	\$ 5,764,502	\$ 5,712,356	\$ 5,802,021	\$ 89,665
Total Revenues Over/<Under> Expenditures	\$ 18,818,793	\$ (1,575,418)	\$ (958,397)	\$ (47,669)	\$ 910,728
Beginning Fund Equity	\$ 896,686	\$ 19,355,055	\$ 19,715,479	\$ 19,715,479	
Ending Fund Equity	\$ 19,715,479	\$ 17,779,637	\$ 18,757,082	\$ 19,667,810	

(1) Includes 18.00 Mill Non-Homestead Property Tax Levy for operational purposes.

(2) Interdistrict revenue source