

MEMORANDUM

I.4 Approve 2010/2011 Appropriation Act Amendment for General and Special Revenue Funds Mr. Sederlund

RECOMMENDED MOTION: "That Chippewa Valley Schools Board of Education adopt the following resolution to approve the General Fund and Macomb International Academy amended budgets for the 2010/2011 fiscal year. It is further requested 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 2010/2011 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 2010/2011 originally adopted June 21, 2010 and amended on December 13, 2010 be amended as follows:

Revenue	
Local	\$21,431,809
State	102,378,325
Federal	12,374,549
Transfers & Others	744,241
Total Revenue	\$136,928,924
Fund Balance July 1, 2010	\$13,157,424
Total Available to Appropriate	\$150,086,348

BE IT FURTHER RESOLVED, that \$134,358,343 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	\$71,911,465
Added Needs	13,971,714
Adult and Continuing Education	216,112

Support Services	
Pupil	12,074,620
Instructional Staff	4,218,848
General Administration	791,185
School Administration	8,194,470
Business	1,945,470
Operations & Maintenance	10,180,451
Transportation	4,377,459
Central	2,564,847
Other Support	2,070,830
Community Services	1,058,033
Outgoing Transfers & Other	783,000
Total Appropriated	\$134,358,343
Estimated Fund Balance June 30, 2011	\$15,728,005

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 2010/2011 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 International Academy of Macomb Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2010/2011 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 International Academy of Macomb Fund of the Chippewa Valley Schools for the fiscal year 2010/2011 originally adopted June 21, 2010 and amended on December 13, 2010 be amended as follows:

Revenue	
Local	\$0
State	0
Federal	0
Incoming Transfers & Interdistrict Sources	\$2,930,738
Total Revenue	\$2,930,738
Fund Balance July 1, 2010	\$1,672,202
Total Available to Appropriate	\$4,602,940

BE IT FURTHER RESOLVED that \$2,887,233 of the total available to appropriate in the International Academy of Macomb Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Basic Instruction	\$326,000
Support Services	408,173
Payments to Other Schools	1,669,546
Fund Modifications	483,514
Total Appropriated	\$2,887,233
Estimated Fund Balance June 30, 2011	\$1,715,707

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 7.65 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 of resolution.

RATIONALE: The 2010/2011 2nd amended budget for the General Fund and Macomb International Academy Fund has been prepared by the Administration and reviewed with the Board of Education Finance Committee. General Fund revenues are \$352,000 higher (.25% variance) than the previous budget amendment. Two items, an additional Medicaid payment from Macomb Intermediate School District and the sale of used school buses, added \$436,000 to revenue. All other General Fund revenues have decreased by \$84,000.

General Fund expenditures are \$2,066,000 lower (1.51% variance) than in the previous amendment. The district's self-funded health and dental plans represent \$1,412,000 of the total reduction in expenditures (health \$1,296,000 and dental \$116,000). This is a result of actual claims being lower than the third party administrators' projected amount of claims. A reduction in the natural gas and electricity budgets of \$242,000 is the result of energy conservation efforts and full participation in choice pricing programs. All other General Fund expenditures have decreased by \$412,000.

CHIPPEWA VALLEYS SCHOOLS
 2ND AMENDED 2010-2011
 GENERAL FUND BUDGET

	2008-09 Audited <u>Actual</u>	2009-10 Audited <u>Actual</u>	2010-11 Original <u>Budget</u>	2010-11 1st Amended <u>Budget</u>	2010-11 2nd Amended <u>Budget</u>	2010-11 2nd Amended 2010-11 1st Amended <u>Difference</u>
Revenue			June 21, 2010 Excludes Athletics & CTE	December 13, 2010 Includes Athletics & CTE	June 6, 2011 Includes Athletics & CTE	
Local (1)	\$ 21,484,329	\$ 21,055,944	\$ 20,523,340	\$ 21,126,193	\$ 21,431,809	\$ 305,616
State	\$ 97,254,367	\$ 97,994,090	\$ 101,345,863	\$ 102,206,802	\$ 102,378,325	\$ 171,523
Federal	\$ 9,696,229	\$ 10,308,295	\$ 8,564,438	\$ 12,499,153	\$ 12,374,549	\$ (124,604)
Incoming Transfers & Other	\$ 376,116	\$ 648,879	\$ 635,000	\$ 744,241	\$ 744,241	\$ -
Total Revenue	\$ 128,811,041	\$ 130,007,208	\$ 131,068,641	\$ 136,576,389	\$ 136,928,924	\$ 352,535
Expenditures						
Basic Programs	\$ 67,669,948	\$ 71,243,530	\$ 72,465,695	\$ 72,882,893	\$ 71,911,465	\$ (971,428)
Added Needs	\$ 12,653,132	\$ 13,773,388	\$ 14,126,533	\$ 14,494,639	\$ 13,971,714	\$ (522,925)
Adult & Community Ed	\$ 261,017	\$ 247,647	\$ 300,526	\$ 210,220	\$ 216,112	\$ 5,892
Total Instructional	\$ 80,584,097	\$ 85,264,565	\$ 86,892,754	\$ 87,587,752	\$ 86,099,291	\$ (1,488,461)
Pupil Services	\$ 10,926,088	\$ 11,228,325	\$ 11,443,149	\$ 11,943,104	\$ 12,074,620	\$ 131,516
Instructional Staff Services	\$ 4,624,286	\$ 4,472,042	\$ 4,269,176	\$ 4,310,556	\$ 4,218,848	\$ (91,708)
General Administration	\$ 842,887	\$ 731,374	\$ 766,004	\$ 778,791	\$ 791,185	\$ 12,394
School Administration	\$ 8,053,550	\$ 8,344,803	\$ 8,269,421	\$ 8,262,819	\$ 8,194,470	\$ (68,349)
Business Administration	\$ 2,091,907	\$ 2,028,547	\$ 1,979,178	\$ 1,975,767	\$ 1,945,309	\$ (30,458)
Operations & Maintenance	\$ 11,637,176	\$ 11,147,566	\$ 10,286,579	\$ 10,638,094	\$ 10,180,451	\$ (457,643)
Transportation	\$ 4,209,067	\$ 4,288,758	\$ 4,373,255	\$ 4,417,918	\$ 4,377,459	\$ (40,459)
Other Central Services	\$ 3,594,590	\$ 3,168,355	\$ 2,589,309	\$ 2,622,950	\$ 2,564,847	\$ (58,103)
Other Support (Portion Athletics, CTE)	\$ -	\$ -	\$ -	\$ 2,100,128	\$ 2,070,830	\$ (29,298)
Total Supporting Services	\$ 45,979,550	\$ 45,409,770	\$ 43,976,071	\$ 47,050,127	\$ 46,418,019	\$ (632,108)
Total Community Services	\$ 796,833	\$ 891,544	\$ 977,268	\$ 1,004,037	\$ 1,058,033	\$ 53,996
Outgoing Transfers & Other	\$ 1,540,482	\$ 1,638,421	\$ 2,141,000	\$ 783,000	\$ 783,000	\$ -
Total Expenditures	\$ 128,900,961	\$ 133,204,300	\$ 133,987,093	\$ 136,424,916	\$ 134,358,343	\$ (2,066,573)
Total Revenues Over/<Under>	\$ (89,921)	\$ (3,197,092)	\$ (2,918,452)	\$ 151,473	\$ 2,570,581	
Beginning Fund Equity	\$ 16,444,438	\$ 16,354,516	\$ 11,815,534	\$ 13,157,424	\$ 13,157,424	
Ending Fund Equity	\$ 16,354,516	\$ 13,157,424	\$ 8,897,082	\$ 13,308,897	\$ 15,728,005	

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

2010-2011 SPECIAL REVENUE FUND 2ND AMENDED MACOMB INTERNATIONAL ACADEMY

	2008-09	2009-10	2010-11	2010-11	2010-11	2010-11 1st Amended
	<u>Actual</u>	<u>Actual</u>	<u>Original</u> <u>Budget</u>	<u>1st Amended</u> <u>Budget</u>	<u>2nd Amended</u> <u>Budget</u>	<u>2010-11 1st Amended</u> <u>2010-11 2nd Amended</u> <u>Difference</u>
Revenue						
Tuition Schools	\$ 936,875	\$ 1,925,145	\$ 2,895,158	\$ 2,913,225	\$ 2,930,738	\$ 17,513
Other Revenue	\$ 1,030,570	\$ 1,500,000	\$ 123,232	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Revenue	\$ 1,967,445	\$ 3,425,145	\$ 3,018,390	\$ 2,913,225	\$ 2,930,738	\$ 17,513
Expenditures						
Instruction	\$ 395,556	\$ 362,138	\$ 326,000	\$ 326,000	\$ 326,000	\$ -
Support Services	\$ 367,507	\$ 382,286	\$ 412,573	\$ 408,173	\$ 408,173	\$ -
Payments to Other Schools	\$ 461,700	\$ 1,036,508	\$ 1,834,883	\$ 1,665,341	\$ 1,669,546	\$ 4,205
Fund Modifications	\$ 376,116	\$ 338,576	\$ 444,934	\$ 484,241	\$ 483,514	\$ (727)
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Macomb International Academy	\$ 1,600,879	\$ 2,119,508	\$ 3,018,390	\$ 2,883,755	\$ 2,887,233	\$ 3,478
Total Revenues Over/<Under> Expenditures	\$ 366,566	\$ 1,305,637	\$ -	\$ 29,470	\$ 43,505	
Beginning Fund Equity	\$ -	\$ 366,566	\$ 1,672,202	\$ 1,672,202	\$ 1,672,202	
Ending Fund Equity	\$ 366,566	\$ 1,672,202	\$ 1,672,202	\$ 1,701,672	\$ 1,715,707	

Note: 2008-09 was the first year of operation of the Macomb International Academy