

MEMORANDUM

**I.9. Approve 2023/2024 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, Cooperative Activities Fund, and Student/School Activity Fund budgets for the 2023/2024 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 2023/2024 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 2023/2024 be adopted as follows:

Revenue	
Local	\$20,715,813
State	165,234,478
Federal	7,312,791
Interdistrict	11,754,547
Transfers & Others	1,559,129
Total Revenue	\$206,576,758
Estimated Fund Balance July 1, 2023	\$35,046,399
Total Available to Appropriate	\$241,623,157

BE IT FURTHER RESOLVED, that \$203,958,141 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	\$94,363,911
Added Needs	31,986,160
Adult and Continuing Education	120,101

Support Services	
Pupil	19,823,346
Instructional Staff	8,862,164
General Administration	1,070,847
School Administration	11,976,221
Business	2,713,224
Operations & Maintenance	15,253,352
Transportation	6,048,064
Central	5,093,672
Other Support (Athletics, CTE)	2,529,112
Community Services	972,427
Outgoing Transfers & Other	3,145,540
Total Appropriated	\$203,958,141
Estimated Fund Balance June 30, 2024	\$37,665,016

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 2023/2024 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 2023/2024 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 2023/2024 be adopted as follows:

Revenue	
Local	\$2,200,600
State	200,000
Federal	3,231,850
Transfers & Other	0
Total Revenue	\$5,632,450
Estimated Fund Balance July 1, 2023	\$3,500,603
Total Available to Appropriate	\$9,133,053

BE IT FURTHER RESOLVED, that \$6,628,947 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	\$1,552,012
Employee Benefits	999,922
Food Purchases	2,500,113
Other	326,900
Capital Outlay	1,000,000
Outgoing Transfers	250,000
Total Appropriated	\$6,628,947
Estimated Fund Balance June 30, 2024	\$2,504,106

RESOLVED, that this resolution shall be the Community Services Childcare Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2023/2024 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 2023/2024 be adopted as follows:

Revenue	
Local	\$1,200,000
State	0
Federal	0
Transfers & Other	0
Total Revenue	\$1,200,000
Estimated Fund Balance July 1, 2023	\$910,540
Total Available to appropriate	\$2,110,540

BE IT FURTHER RESOLVED that \$1,576,278 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	\$1,350,408
Outgoing Transfers	\$225,870
Total Appropriated	\$1,576,278
Estimated Fund Balance June 30, 2024	\$534,262

RESOLVED, that this resolution shall be the Cooperative Activities Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2023/2024 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 2023/2024 be adopted as follows:

Revenue	
Local	\$369,000
State	0
Federal	0
Interdistrict	\$3,254,419
Incoming Transfers & Fund Modifications	\$1,130,540
Total Revenue	\$4,753,959
Estimated Fund Balance July 1, 2023	\$19,667,810
Total Available to Appropriate	\$24,421,769

BE IT FURTHER RESOLVED that \$8,324,431 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	\$3,357,700
Support Services	\$789,783
Payments to Other Schools	\$3,133,786
Fund Modifications	\$1,043,162
Total Appropriated	\$8,324,431
Estimated Fund Balance June 30, 2024	\$16,097,338

RESOLVED, that this resolution shall be the Student/School Activity Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2023/2024 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 Student/School Activity Fund of the Chippewa Valley Schools for the fiscal year 2023/2024 be adopted as follows:

Revenue	
Revenue	\$4,600,000
Total Revenue	\$4,600,000
Estimated Fund Balance July 1, 2023	\$1,997,069
Total Available to Appropriate	\$6,597,069

BE IT FURTHER RESOLVED that \$4,600,000 of the total available to appropriate in the Student/School Activity Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Expenditures	\$4,600,000
Total Appropriated	\$4,600,000
Estimated Fund Balance June 30, 2024	\$1,997,069

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 on July 1, 2023.

RATIONALE: The Uniform Budgeting and Accounting Act requires that governmental units including school districts adopt a budget prior to the start of the fiscal year. The 2023/24 budgets for the General Fund, Food Service Fund, Community Services Childcare Fund, Cooperative Activities Fund and the Student/School Activity Fund have been prepared by the administration.

The revenue budget for the General Fund has been developed using major factors including:

- A decreased blended enrollment projection of 255 FTE based upon the current staffing model
- Anticipated School Aid increase of \$458 per pupil (\$9,608 per pupil) per the Governor's budget proposal
- Net impact of the Special Ed. cost reimbursement increase and Headlee Funding prior year adjustments being decreased
- Net impact of anticipated increased in MISD Special Ed. and Enhancement millage funds'
- Overall decrease in retirement cost offset revenue funds
- Review and adjustments of other revenue sources as appropriate

The expenditure budget for the General Fund has been developed using major factors including:

- Assumes impact of newly settled labor agreements
- Combines adjustments for retirements, vacancies, stipend reduction and schedule movement
- Net decrease in retirement cost offset expenditure funding
- UAAL retirement expense alignment 16.65% to 16.89%
- Impact of increased health insurance rates and increased hard cap limit under PA 152 for health insurance benefits and cash in lieu of health
- Review and adjustments of other expenditure items as appropriate

In summary, we have projected revenues of \$206,576,758 and projected expenditures of \$203,958,141 for a budgeted operating surplus of \$2,618,617, increasing fund balance to \$37,665,016.

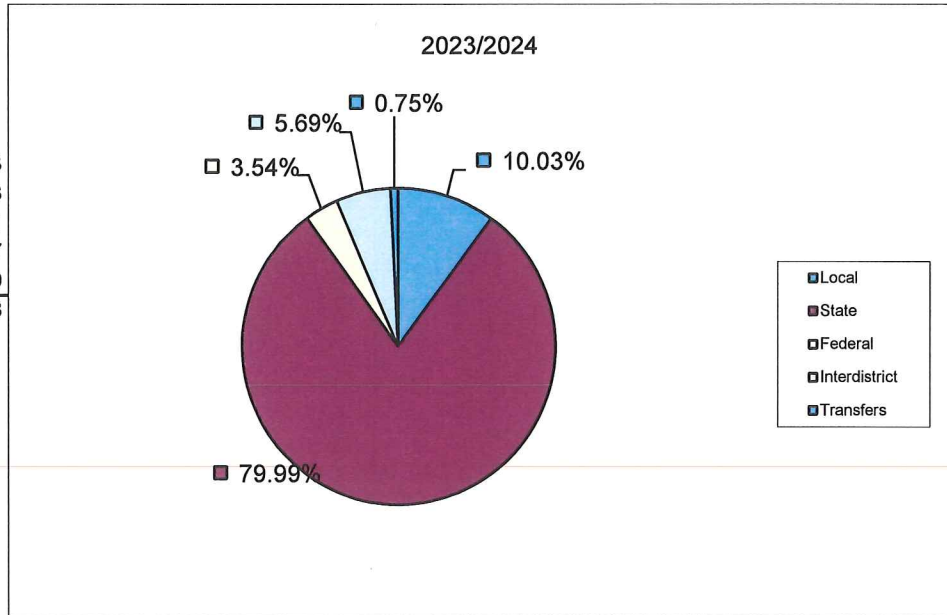
CHIPPEWA WALLEY SCHOOLS
 2023-2024 ORIGINAL
 GENERAL FUND BUDGET

	2021-22 Audited <u>Actual</u>	2022-23 2nd Amended <u>Budget</u> June 5, 2023	2023-24 Original <u>Budget</u> June 19, 2023	2023-24 Original 2022-23 2nd Amended <u>Difference</u>
Revenue				
Local (1)	\$ 5,505,571	\$ 19,627,798	\$ 20,715,813	\$ 1,088,015
State	\$ 141,969,980	\$ 163,466,473	\$ 165,234,478	\$ 1,768,005
Federal	\$ 27,305,639	\$ 9,432,451	\$ 7,312,791	\$ (2,119,660)
Interdistrict	\$ 3,138,539	\$ 11,090,793	\$ 11,754,547	\$ 663,754
Incoming Transfers & Other	\$ 2,307,916	\$ 1,557,629	\$ 1,559,129	\$ 1,500
Total Revenue	\$ 180,227,645	\$ 205,175,144	\$ 206,576,758	\$ 1,401,614
Expenditures				
Basic Programs	\$ 87,807,175	\$ 94,234,092	\$ 94,363,911	\$ 129,819
Added Needs	\$ 24,025,395	\$ 31,517,853	\$ 31,986,160	\$ 468,307
Adult & Community Ed	\$ 147,103	\$ 120,748	\$ 120,101	\$ (647)
Total Instructional	\$ 111,979,673	\$ 125,872,693	\$ 126,470,172	\$ 597,479
Pupil Services	\$ 17,334,151	\$ 19,397,532	\$ 19,823,346	\$ 425,814
Instructional Staff Services	\$ 8,356,403	\$ 8,719,332	\$ 8,862,164	\$ 142,832
General Administration	\$ 837,836	\$ 1,072,825	\$ 1,070,847	\$ (1,978)
School Administration	\$ 11,106,334	\$ 12,024,523	\$ 11,976,221	\$ (48,302)
Business Administration	\$ 2,844,482	\$ 2,686,035	\$ 2,713,224	\$ 27,189
Operations & Maintenance	\$ 12,520,211	\$ 15,221,521	\$ 15,253,352	\$ 31,831
Transportation	\$ 4,975,929	\$ 6,141,455	\$ 6,048,064	\$ (93,391)
Other Central Services	\$ 4,448,518	\$ 5,149,188	\$ 5,093,672	\$ (55,516)
Other Support (Portion Athletics, CTE)	\$ 2,513,434	\$ 2,694,261	\$ 2,529,112	\$ (165,149)
Total Supporting Services	\$ 64,937,298	\$ 73,106,672	\$ 73,370,002	\$ 263,330
Total Community Services	\$ 697,177	\$ 982,696	\$ 972,427	\$ (10,269)
Outgoing Transfers & Other	\$ 2,029,047	\$ 3,145,551	\$ 3,145,540	\$ (11)
Total Expenditures	\$ 179,643,195	\$ 203,107,612	\$ 203,958,141	\$ 850,529
Total Revenues Over/<Under> Expenditures	\$ 584,450	\$ 2,067,532	\$ 2,618,617	\$ 551,085
Beginning Fund Equity	\$ 32,394,417	\$ 32,978,867	\$ 35,046,399	
Ending Fund Equity	\$ 32,978,867	\$ 35,046,399	\$ 37,665,016	

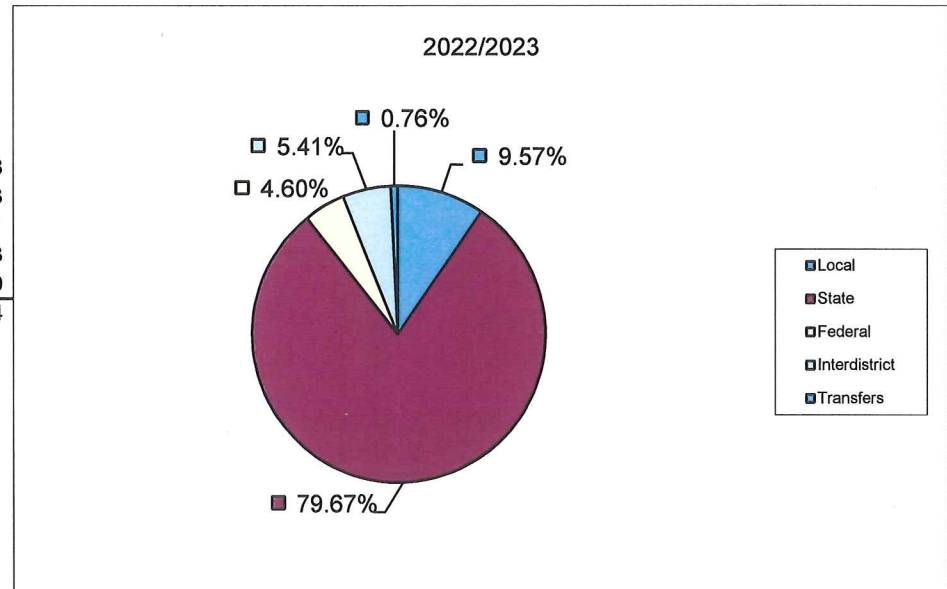
(1) Includes 18.00 Mill Non-Homestead Property Tax Levy for operational purposes.

**Chippewa Valley Schools
Revenue Comparison**

Original 2023/2024	
Local	\$ 20,715,813
State	\$ 165,234,478
Federal	\$ 7,312,791
Interdistrict	\$ 11,754,547
Transfers	\$ 1,559,129
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	\$ 206,576,758

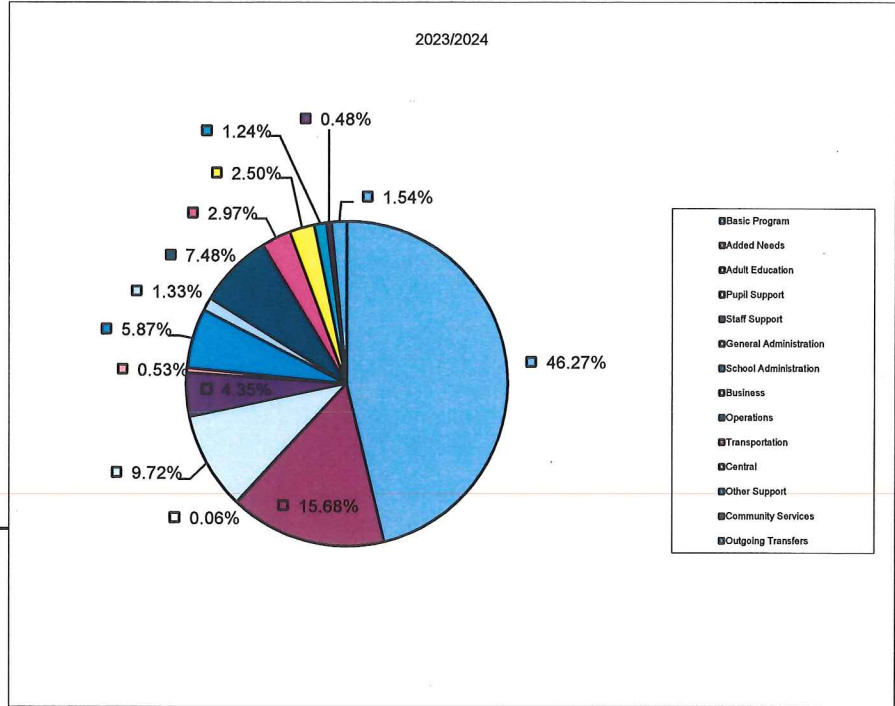


Final Amended 2022/2023	
Local	\$ 19,627,798
State	\$ 163,466,473
Federal	\$ 9,432,451
Interdistrict	\$ 11,090,793
Transfers	\$ 1,557,629
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	\$ 205,175,144

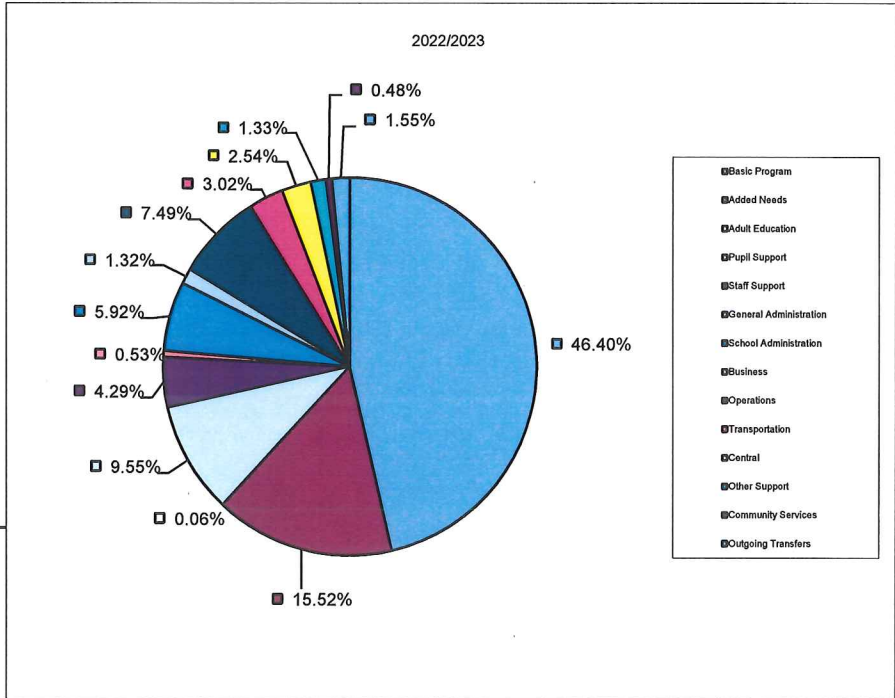


Chippewa Valley Schools Expenditure Comparison by Function

	Original 2023/2024
Basic Program	\$ 94,363,911
Added Needs	\$ 31,986,160
Adult Education	\$ 120,101
Pupil Support	\$ 19,823,346
Staff Support	\$ 8,862,164
General Administration	\$ 1,070,847
School Administration	\$ 11,976,221
Business	\$ 2,713,224
Operations	\$ 15,253,352
Transportation	\$ 6,048,064
Central	\$ 5,093,672
Other Support	\$ 2,529,112
Community Services	\$ 972,427
Outgoing Transfers	\$ 3,145,540
	\$ 203,958,141



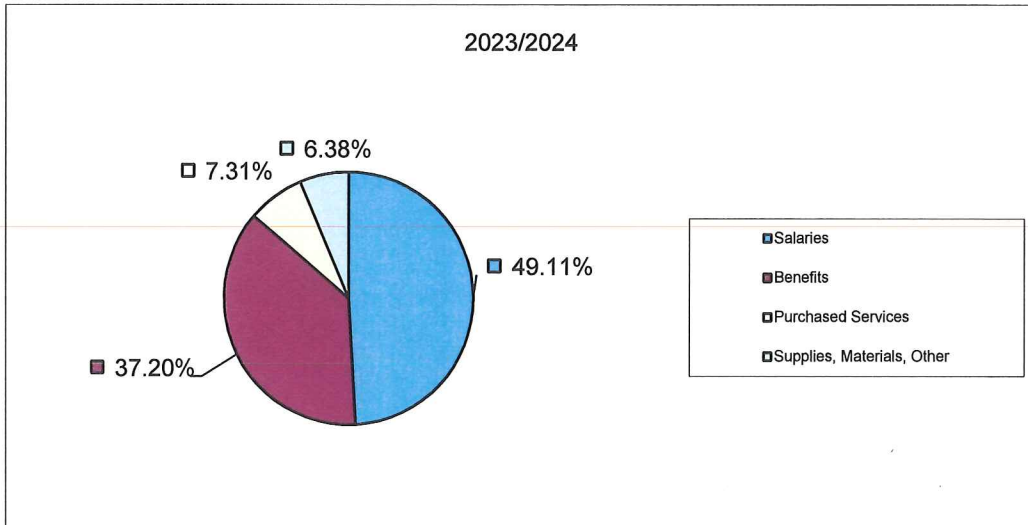
	Final Amended 2022/2023
Basic Program	\$ 94,234,092
Added Needs	\$ 31,517,853
Adult Education	\$ 120,748
Pupil Support	\$ 19,397,532
Staff Support	\$ 8,719,332
General Administration	\$ 1,072,825
School Administration	\$ 12,024,523
Business	\$ 2,686,035
Operations	\$ 15,221,521
Transportation	\$ 6,141,455
Central	\$ 5,149,188
Other Support	\$ 2,694,261
Community Services	\$ 982,696
Outgoing Transfers	\$ 3,145,551
	\$ 203,107,612



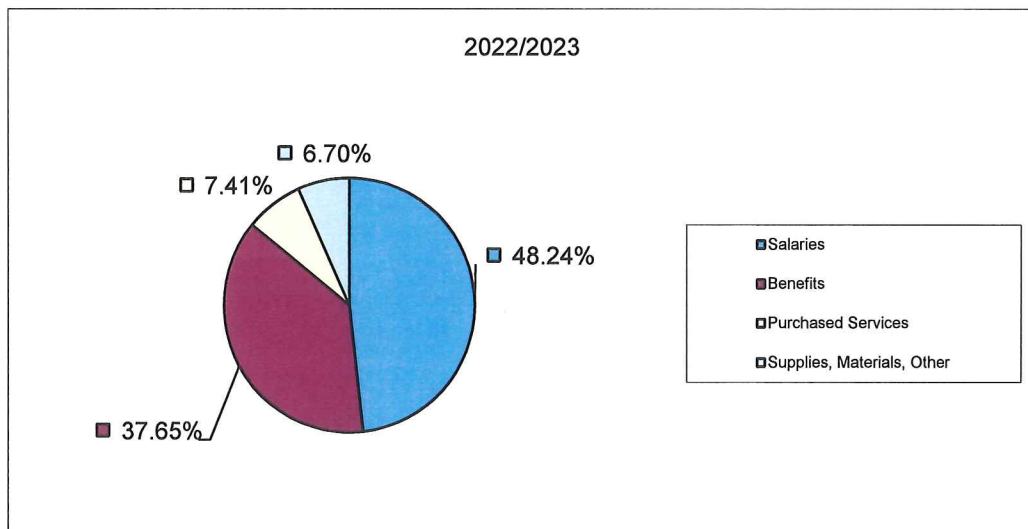
Note: Other Support Includes Athletics and CTE

**Chippewa Valley Schools
Expenditure Comparison by Object**

	Original 2023/2024
Salaries	\$ 100,164,798
Benefits	\$ 75,871,287
Purchased Services	\$ 14,908,650
Supplies, Materials, Other	\$ 13,013,406
	<u>\$ 203,958,141</u>



	Final Amended 2022/2023
Salaries	\$ 97,970,082
Benefits	\$ 76,478,865
Purchased Services	\$ 15,047,403
Supplies, Materials, Other	\$ 13,611,262
	<u>\$ 203,107,612</u>



CHIPPEWA VALLEY SCHOOLS
 2023-2024 ORIGINAL
 SPECIAL REVENUE FUND
 FOOD SERVICES BUDGET

	2021-22 Audited Actual	2022-23 2nd Amended Budget June 5, 2023	2023-24 Original Budget June 19, 2023	2023-24 Original 2022-23 2nd Amended Difference
Revenue				
Local	\$ 740,007	\$ 2,200,600	\$ 2,200,600	\$ -
State	\$ 134,269	\$ 333,629	\$ 200,000	\$ (133,629)
Federal	\$ 6,951,669	\$ 3,672,403	\$ 3,231,850	\$ (440,553)
Incoming Transfers & Other	\$ -	\$ -	\$ -	\$ -
Total Revenue	\$ 7,825,945	\$ 6,206,632	\$ 5,632,450	\$ (574,182)
Expenditures				
Wages	\$ 1,428,407	\$ 1,531,107	\$ 1,552,012	\$ 20,905
Employee Benefits	\$ 830,810	\$ 923,792	\$ 999,922	\$ 76,130
Food Purchases	\$ 2,588,821	\$ 2,535,340	\$ 2,500,113	\$ (35,227)
Other	\$ 295,810	\$ 347,900	\$ 326,900	\$ (21,000)
Capital Outlay	\$ 86,228	\$ 400,000	\$ 1,000,000	\$ 600,000
Outgoing Transfers	\$ 250,000	\$ 250,000	\$ 250,000	\$ -
Total Food Service	\$ 5,480,076	\$ 5,988,139	\$ 6,628,947	\$ 640,808
Total Revenues Over/<Under> Expenditures	\$ 2,345,869	\$ 218,493	\$ (996,497)	\$ (1,214,990)
Beginning Fund Equity	\$ 936,241	\$ 3,282,110	\$ 3,500,603	
Ending Fund Equity	\$ 3,282,110	\$ 3,500,603	\$ 2,504,106	

CHIPPEWA VALLEY SCHOOLS
 2023-2024 ORIGINAL
 SPECIAL REVENUE FUND
 COMMUNITY SERVICES CHILDCARE BUDGET

	2021-22 Audited <u>Actual</u>	2022-23 2nd Amended <u>Budget</u> June 5, 2023	2023-24 Original <u>Budget</u> June 19, 2023	2023-24 Original 2022-23 2nd Amended <u>Difference</u>
Revenue				
Local	\$ 872,218	\$ 1,179,998	\$ 1,200,000	\$ 20,002
Federal	\$ 1,845,571	\$ 631,443	\$ -	\$ (631,443)
Incoming Transfers & Other	\$ -	\$ -	\$ -	\$ -
Total Revenue	\$ 2,717,789	\$ 1,811,441	\$ 1,200,000	\$ (611,441)
Expenditures				
Wages/Purchased Services/Supplies,Materials	\$ 995,169	\$ 1,378,992	\$ 1,350,408	\$ (28,584)
	\$ 995,169	\$ 1,378,992	\$ 1,350,408	\$ (28,584)
Outgoing Transfers & Other	\$ 1,020,159	\$ 224,370	\$ 225,870	\$ 1,500
Total Expenditures	\$ 2,015,328	\$ 1,603,362	\$ 1,576,278	\$ 99,008
Total Revenues Over/<Under> Expenditures	\$ 702,461	\$ 208,079	\$ (376,278)	\$ (710,449)
Beginning Fund Equity	\$ -	\$ 702,461	\$ 910,540	
Ending Fund Equity	\$ 702,461	\$ 910,540	\$ 534,262	

CHIPPEWA VALLEY SCHOOLS
 2023-2024 ORIGINAL
 COOPERATIVE ACTIVITIES FUND
 INTERNATIONAL ACADEMY OF MACOMB & STUDENT INTERVENTION BUDGET

	2021-22 Audited <u>Actual</u>	2022-23 2nd Amended <u>Budget</u> June 5, 2023	2023-24 Original <u>Budget</u> June 19, 2023	2023-24 Original 2022-23 2nd 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	\$ 3,254,801	\$ 3,254,419	\$ (382)
Fund Modifications	\$ 1,029,047	\$ 1,130,551	\$ 1,130,540	\$ (11)
Total Revenue	\$ 23,591,493	\$ 5,754,352	\$ 4,753,959	\$ (1,000,393)
Expenditures				
Instruction	\$ 371,974	\$ 1,173,500	\$ 3,357,700	\$ 2,184,200
Support Services	\$ 337,218	\$ 392,708	\$ 789,783	\$ 397,075
Payments to Other Schools	\$ 3,025,751	\$ 3,152,554	\$ 3,133,786	\$ (18,768)
Fund Modifications	\$ 1,037,757	\$ 1,083,259	\$ 1,043,162	\$ (40,097)
Total Expenditures	\$ 4,772,700	\$ 5,802,021	\$ 8,324,431	\$ 2,522,410
Total Revenues Over/<Under> Expenditures	\$ 18,818,793	\$ (47,669)	\$ (3,570,472)	\$ (3,522,803)
Beginning Fund Equity	\$ 896,686	\$ 19,715,479	\$ 19,667,810	
Ending Fund Equity	\$ 19,715,479	\$ 19,667,810	\$ 16,097,338	

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

CHIPPEWA VALLEY SCHOOLS
 2023-2024 ORIGINAL
 SPECIAL REVENUE FUND
 STUDENT/SCHOOL ACTIVITY BUDGET

	2020-21 Audited <u>Actual</u>	2022-23 Original <u>Budget</u> June 20, 2022	2023-24 Original <u>Budget</u> June 19, 2023	2023-24 Original 2022-23 Original <u>Difference</u>
Revenue				
Local	\$ 2,047,267	\$ 4,600,000	\$ 4,600,000	\$ -
Incoming Transfers & Other	\$ -			\$ -
Total Revenue	\$ 2,047,267	\$ 4,600,000	\$ 4,600,000	\$ -
Expenditures				
Wages/Purchased Services/Supplies,Materials	\$ 2,367,507	\$ 4,600,000	\$ 4,600,000	\$ -
Total Expenditures	\$ 2,367,507	\$ 4,600,000	\$ 4,600,000	\$ -
Total Revenues Over/<Under> Expenditures	\$ (320,240)	\$ -	\$ -	\$ -
Beginning Fund Equity	\$ 2,317,309	\$ 1,997,069	\$ 1,997,069	
Ending Fund Equity	\$ 1,997,069	\$ 1,997,069	\$ 1,997,069	