

MEMORANDUM

I.4. Approve 2012/2013 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, Building Activities Fund, and Macomb International Academy budgets for the 2012/2013 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 2012/2013 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 2012/2013 be adopted as follows:

Revenue	
Local	\$18,863,280
State	109,227,545
Federal	5,564,090
Transfers & Others	1,082,290
Total Revenue	\$134,737,205
Estimated Fund Balance July 1, 2012	\$15,918,088
Total Available to Appropriate	\$150,655,293

BE IT FURTHER RESOLVED, that \$137,757,244 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	\$74,591,084
Added Needs	14,587,134
Adult and Continuing Education	160,641

Support Services	
Pupil	12,672,148
Instructional Staff	3,598,574
General Administration	670,508
School Administration	9,165,241
Business	1,915,547
Operations & Maintenance	9,488,168
Transportation	4,128,616
Central	2,647,832
Other Support (Athletics, CTE)	2,101,337
Community Services	1,035,666
Outgoing Transfers & Other	994,748
Total Appropriated	\$137,757,244
Estimated Fund Balance June 30, 2013	\$12,898,049

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 2012/2013 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 2012/2013 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 2012/2013 be as follows:

Revenue	
Local	\$2,139,500
State	145,000
Federal	1,650,000
Transfers & Other	0
Total Revenue	\$3,934,500
Estimated Fund Balance July 1, 2012	\$530,950
Total Available to Appropriate	\$4,465,450

BE IT FURTHER RESOLVED, that \$4,101,000 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	\$1,121,500
Employee Benefits	542,500
Food Purchases	1,826,000
Other	317,000
Capital Outlay	64,000
Outgoing Transfers	230,000
Total Appropriated	\$4,101,000
Estimated Fund Balance June 30, 2013	\$364,450

RESOLVED, that this resolution shall be the Building Activities Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2012/2013 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 Building Activities Fund of the Chippewa Valley Schools for the fiscal year 2012/2013 be adopted as follows:

Revenue	
Local	\$2,010,000
State	0
Federal	0
Transfers & Other	0
Total Revenue	\$2,010,000
Estimated Fund Balance July 1, 2012	\$762,272
Total Available to Appropriate	\$2,772,272

BE IT FURTHER RESOLVED that \$2,010,000 of the total available to appropriate in the Building Activities Fund is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Building Activities	\$2,010,000
Total Appropriated	2,010,000
Estimated Fund Balance June 30, 2013	\$762,272

RESOLVED, that this resolution shall be the International Academy of Macomb Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2012/2013 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 2012/2013 be adopted as follows:

Revenue	
Local	\$0
State	0
Federal	0
Incoming Transfers & Fund Modifications	\$3,871,741
Total Revenue	\$3,871,741
Estimated Fund Balance July 1, 2012	\$1,823,924
Total Available to Appropriate	\$5,695,665

BE IT FURTHER RESOLVED that \$3,810,774 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	\$297,000
Support Services	243,600
Payments to Other Schools	2,417,884
Fund Modifications	852,290
Total Appropriated	\$3,810,774
Estimated Fund Balance June 30, 2013	\$1,884,891

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 on July 1, 2012.

RATIONALE: The Uniform Budgeting and Accounting Act require that governmental units including school districts adopt a budget prior to the start of the fiscal year. The 2012-13 budgets for the General Fund, Food Service Fund, Building Activities Fund, and the Macomb International Academy Fund have been prepared by the administration.

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

1. a blended general education student increase of 75,
2. an increase in the foundation allowance of \$120 per pupil,
3. continuation of the MPSERS Cost Offset funding,
4. best practice funding of \$52 per pupil (prior year amount was \$100 per pupil),
5. performance funding of \$40 (new funding category for 2012-13), and
6. review and adjustment of other items as appropriate (removes several one-time funding amounts included in prior year budget).

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

1. impact of settled employee group contracts (2012-13 is second year of two year settlements),
2. impact of illustrative rates and premiums for benefits,
3. impact of additional staffing for all day kindergarten and enrollment,
4. impact of retirement contribution increasing from 24.46% to 27.37% (included in adopted state aid act – may change if proposed retirement legislation is adopted), and
5. review and adjustment of other items as appropriate.

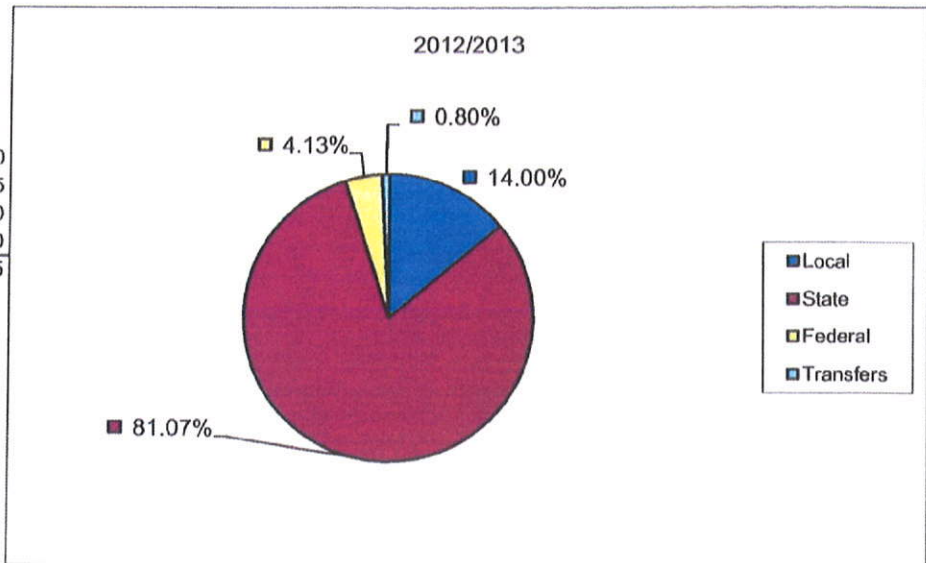
CHIPPEWA VALLEYS SCHOOLS
ORIGINAL 2012-2013
GENERAL FUND BUDGET

	2010-11 Audited <u>Actual</u>	2011-12 2nd Amended <u>Budget</u> June 4, 2012	2012-13 Original <u>Budget</u> June 18, 2013	2012-13 Original 2011-12 2nd Amended Budget <u>Difference</u>
Revenue				
Local (1)	\$ 21,545,302	\$ 20,767,353	\$ 18,863,280	\$ (1,904,073)
State	\$ 102,315,156	\$ 105,427,335	\$ 109,227,545	\$ 3,800,210
Federal	\$ 11,761,923	\$ 5,839,282	\$ 5,564,090	\$ (275,192)
Incoming Transfers & Other	\$ 743,514	\$ 748,436	\$ 1,082,290	\$ 333,854
Total Revenue	\$ 136,365,895	\$ 132,782,406	\$ 134,737,205	\$ 1,954,799
Expenditures				
Basic Programs	\$ 71,650,927	\$ 71,707,895	\$ 74,591,084	\$ 2,883,189
Added Needs	\$ 13,589,745	\$ 14,311,609	\$ 14,587,134	\$ 275,525
Adult & Community Ed	\$ 195,122	\$ 158,810	\$ 160,641	\$ 1,831
Total Instructional	\$ 85,435,795	\$ 86,178,314	\$ 89,338,859	\$ 3,160,545
Pupil Services	\$ 12,031,805	\$ 12,600,184	\$ 12,672,148	\$ 71,964
Instructional Staff Services	\$ 4,039,572	\$ 3,532,908	\$ 3,598,574	\$ 65,666
General Administration	\$ 691,785	\$ 635,917	\$ 670,508	\$ 34,591
School Administration	\$ 8,179,737	\$ 8,235,121	\$ 9,165,241	\$ 930,120
Business Administration	\$ 1,934,373	\$ 2,635,328	\$ 1,915,547	\$ (719,781)
Operations & Maintenance	\$ 9,890,450	\$ 9,315,190	\$ 9,488,168	\$ 172,978
Transportation	\$ 4,231,715	\$ 4,040,097	\$ 4,128,616	\$ 88,519
Other Central Services	\$ 2,452,178	\$ 2,472,821	\$ 2,647,832	\$ 175,011
Other Support (Portion Athletics, CTE)	\$ 1,969,402	\$ 2,062,923	\$ 2,101,337	\$ 38,414
Total Supporting Services	\$ 45,421,016	\$ 45,530,489	\$ 46,387,971	\$ 857,482
Total Community Services	\$ 939,396	\$ 1,093,179	\$ 1,035,666	\$ (57,513)
Outgoing Transfers & Other	\$ 782,839	\$ 1,006,610	\$ 994,748	\$ (11,862)
Total Expenditures	\$ 132,579,046	\$ 133,808,592	\$ 137,757,244	\$ 3,948,652
Total Revenues Over/<Under>	\$ 3,786,849	\$ (1,026,186)	\$ (3,020,039)	
Beginning Fund Equity	13,157,424	16,944,274	15,918,088	
Ending Fund Equity	\$ 16,944,274	\$ 15,918,088	\$ 12,898,049	

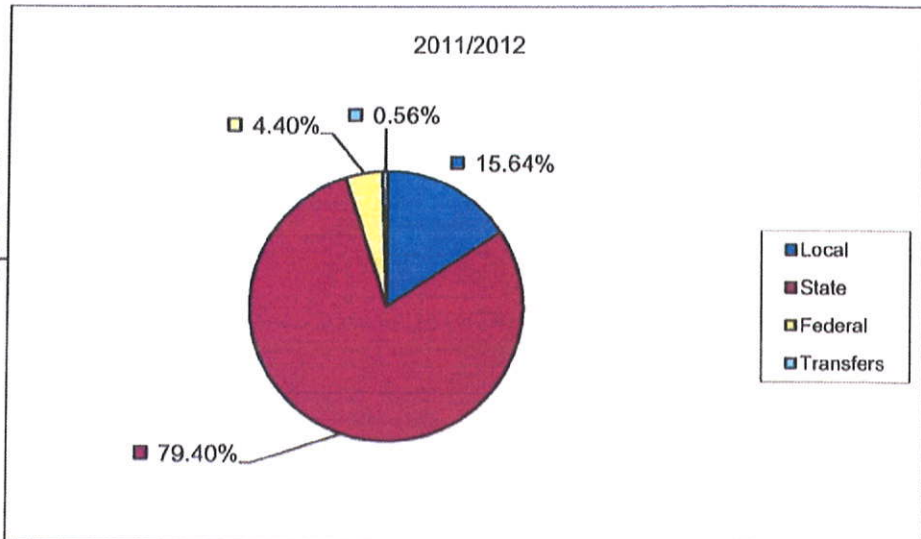
(1) Includes 18.00 Mill Non-Homestead Property Tax Levy for operational purposes.

**Chippewa Valley Schools
Revenue Comparison**

Preliminary	
2012/2013	
Local	\$ 18,863,280
State	\$ 109,227,545
Federal	\$ 5,564,090
Transfers	\$ 1,082,290
	<u>\$ 134,737,205</u>

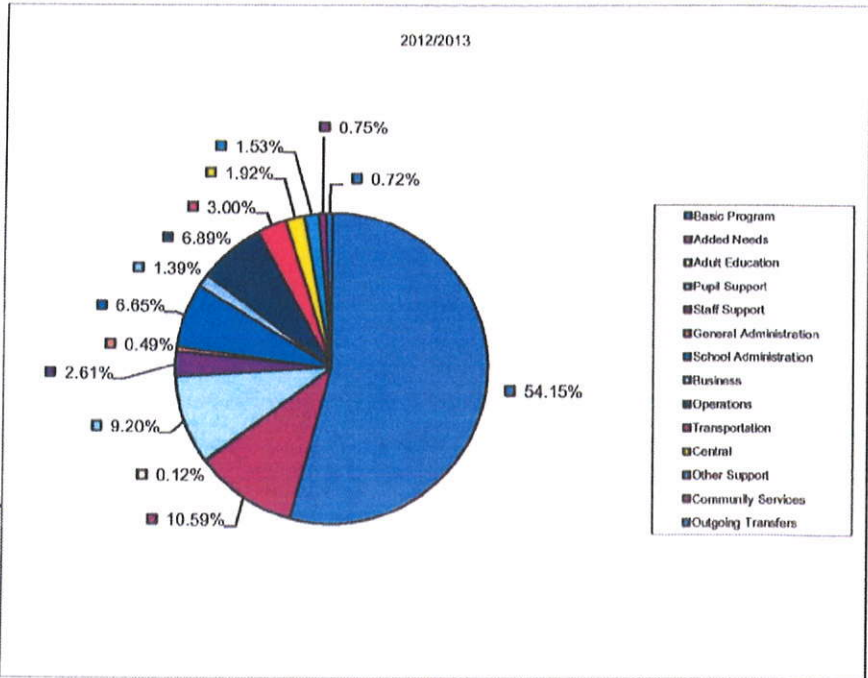


Final Amended	
2011/2012	
Local	\$ 20,767,353
State	\$ 105,427,335
Federal	\$ 5,839,282
Transfers	\$ 748,436
	<u>\$ 132,782,406</u>

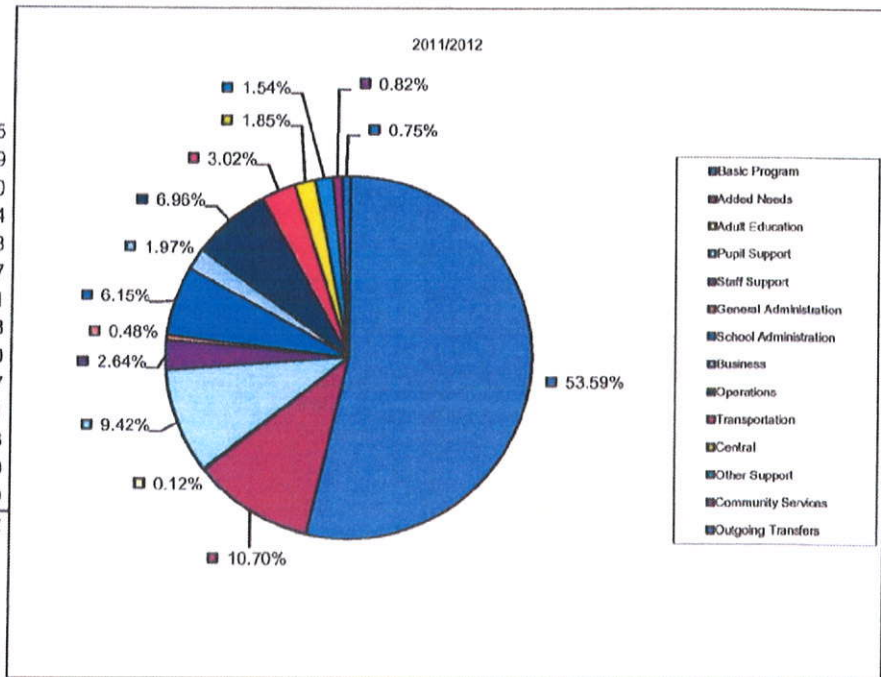


**Chippewa Valley Schools
Expenditure Comparison by Function**

	Preliminary 2012/2013
Basic Program	\$ 74,591,084
Added Needs	\$ 14,587,134
Adult Education	\$ 160,641
Pupil Support	\$ 12,672,148
Staff Support	\$ 3,598,574
General Administration	\$ 670,508
School Administration	\$ 9,165,241
Business	\$ 1,915,547
Operations	\$ 9,488,168
Transportation	\$ 4,128,616
Central	\$ 2,647,832
Other Support	\$ 2,101,337
Community Services	\$ 1,035,666
Outgoing Transfers	\$ 994,748
	\$ 137,757,244



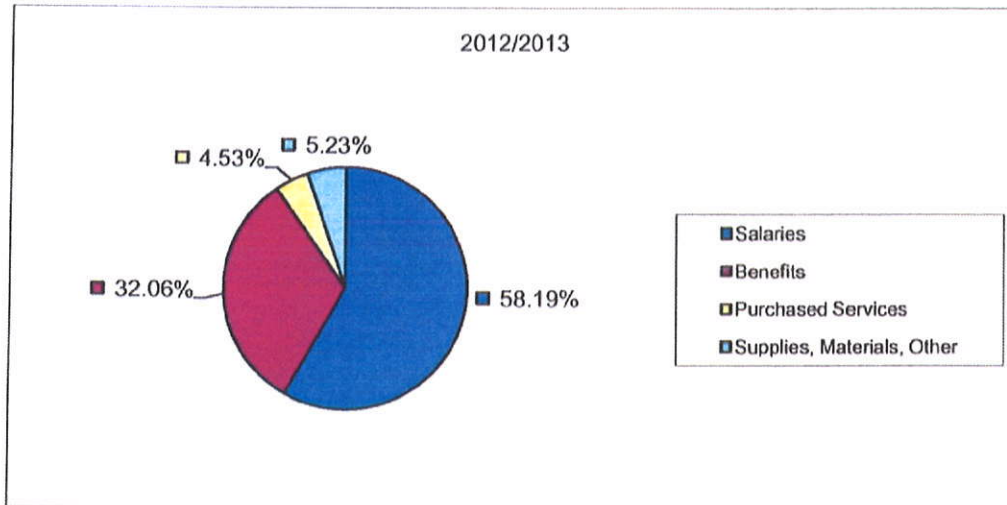
	Final Amended 2011/2012
Basic Program	\$ 71,707,895
Added Needs	\$ 14,311,609
Adult Education	\$ 158,810
Pupil Support	\$ 12,600,184
Staff Support	\$ 3,532,908
General Administration	\$ 635,917
School Administration	\$ 8,235,121
Business	\$ 2,635,328
Operations	\$ 9,315,190
Transportation	\$ 4,040,097
Central	\$ 2,472,821
Other Support	\$ 2,062,923
Community Services	\$ 1,093,179
Outgoing Transfers	\$ 1,006,610
	\$ 133,808,592



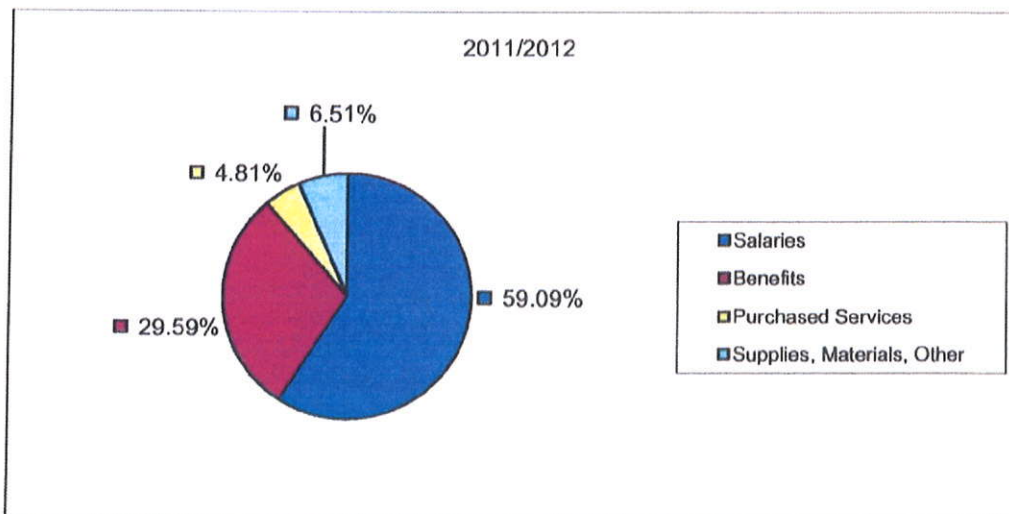
Note: Other Support Includes Athletics and CTE

**Chippewa Valley Schools
Expenditure Comparison by Object**

	Preliminary 20012/2013
Salaries	\$ 80,157,625
Benefits	\$ 44,164,741
Purchased Services	\$ 6,235,539
Supplies, Materials, Other	\$ 7,199,339
	<u>\$ 137,757,244</u>



	Final Amended 2011/2012
Salaries	\$ 79,070,733
Benefits	\$ 39,593,212
Purchased Services	\$ 6,434,909
Supplies, Materials, Other	\$ 8,709,738
	<u>\$ 133,808,592</u>



2012-2013 SPECIAL REVENUE FUND FOOD SERVICE ORIGINAL BUDGET

	2010-11 Actual	2011-12 1st Amended Budget	2012-13 Original Budget	2012-13 Original 2011-12 1st Amended Difference
Revenue				
Local	\$ 2,048,861	\$ 2,124,000	\$ 2,139,500	\$ 15,500
State	\$ 140,338	\$ 143,000	\$ 145,000	\$ 2,000
Federal	\$ 1,445,741	\$ 1,545,000	\$ 1,650,000	\$ 105,000
Incoming Transfers & Other	\$ -	\$ -	\$ -	\$ -
Total Revenue	\$ 3,634,940	\$ 3,812,000	\$ 3,934,500	\$ 122,500
Expenditures				
Wages	\$ 1,213,321	\$ 1,117,000	\$ 1,121,500	\$ 4,500
Employee Benefits	\$ 481,002	\$ 496,500	\$ 542,500	\$ 46,000
Food Purchases	\$ 1,507,503	\$ 1,610,000	\$ 1,826,000	\$ 216,000
Other	\$ 228,041	\$ 294,500	\$ 317,000	\$ 22,500
Capital Outlay	\$ -	\$ 64,000	\$ 64,000	\$ -
Outgoing Transfers	\$ 260,000	\$ 230,000	\$ 230,000	\$ -
Total Food Service	\$ 3,689,867	\$ 3,812,000	\$ 4,101,000	\$ 289,000
Total Revenues Over/<Under> Expenditures	\$ (54,927)	\$ -	\$ (166,500)	
Beginning Fund Equity	\$ 585,877	\$ 530,950	\$ 530,950	
Ending Fund Equity	\$ 530,950	\$ 530,950	\$ 364,450	

ORIGINAL 2012-13 SPECIAL
REVENUE FUND BUILDING
ACTIVITIES BUDGET

	2010-11	2011-12	2012-13	2012-13
	<u>Actual</u>	<u>Original</u> <u>Budget</u>	<u>Original</u> <u>Budget</u>	<u>2011-12</u> <u>Difference</u>
Revenue				
Local	\$ 2,322,492	\$ 2,010,000	\$ 2,010,000	\$ -
Total Revenue	\$ 2,322,492	\$ 2,010,000	\$ 2,010,000	\$ -
Expenditures				
Wages/Purchased Services/Supplies,Material:	\$ 2,303,505	\$ 2,010,000	\$ 2,010,000	\$ -
Total Expenditures	\$ 2,303,505	\$ 2,010,000	\$ 2,010,000	\$ -
Total Revenues Over/<Under> Expenditures	\$ 18,987	\$ -	\$ -	
Beginning Fund Equity	\$ 743,285	\$ 762,272	\$ 762,272	
Ending Fund Equity	\$ 762,272	\$ 762,272	\$ 762,272	

2012-13 SPECIAL REVENUE FUND ORIGINAL MACOMB INTERNATIONAL ACADEMY BUDGET

	2010-11	2011-12	2012-13	2012-13 Original	2012-13 Original
	<u>Actual</u>	2nd Amended	Original	2011-12 2nd Amended	<u>Difference</u>
		<u>Budget</u>	<u>Budget</u>		
Revenue					
Tuition Schools	\$ 2,147,899	\$ 2,735,075	\$ 2,876,993	\$	141,918
Other Revenue	\$ -	\$ -	\$ -	\$	-
Fund Modifications	\$ 782,839	\$ 1,007,358	\$ 994,748	\$	(12,610)
	\$ -	\$ -	\$ -	\$	-
Total Revenue	\$ 2,930,738	\$ 3,742,433	\$ 3,871,741	\$	129,308
Expenditures					
Instruction	\$ 305,345	\$ 341,000	\$ 297,000	\$	(44,000)
Support Services	\$ 397,783	\$ 436,198	\$ 243,600	\$	(192,598)
Payments to Other Schools	\$ 1,667,991	\$ 2,371,182	\$ 2,417,884	\$	46,702
Fund Modifications	\$ 483,514	\$ 518,436	\$ 852,290	\$	333,854
	\$ -	\$ -	\$ -	\$	-
Total Macomb International Academy	\$ 2,854,633	\$ 3,666,816	\$ 3,810,774	\$	143,958
Total Revenues Over/<Under> Expenditures	\$ 76,105	\$ 75,617	\$ 60,967		
Beginning Fund Equity	\$ 1,672,202	\$ 1,748,307	\$ 1,823,924		
Ending Fund Equity	\$ 1,748,307	\$ 1,823,924	\$ 1,884,891		