

**2013/2014  
APPROPRIATION ACT  
FOR  
GENERAL AND SPECIAL REVENUE FUNDS**

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 2013/2014 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 2013/2014 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 2013/2014 be adopted as follows:

Revenue	
Local	\$19,233,212
State	116,847,111
Federal	5,910,905
Transfers & Others	741,723
Total Revenue	 \$142,732,951
Estimated Fund Balance July 1, 2013	 \$16,059,185
Total Available to Appropriate	 \$158,792,136

BE IT FURTHER RESOLVED, that \$141,490,857 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	\$76,050,498
Added Needs	15,535,000
Adult and Continuing Education	173,657
Support Services	
Pupil	12,833,102
Instructional Staff	4,169,192
General Administration	754,217
School Administration	9,121,463
Business	2,084,707
Operations & Maintenance	9,363,460
Transportation	4,142,248
Central	3,022,982
Other Support (Athletics, CTE)	2,133,942
Community Services	1,104,523
Outgoing Transfers & Other	1,001,866
Total Appropriated	\$141,490,857

Estimated Fund Balance June 30, 2014	\$17,301,279
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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 2013/2014 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 2013/2014 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 2013/2014 be as follows:

Revenue	
Local	\$2,012,100
State	145,000
Federal	1,685,000
Transfers & Other	0
Total Revenue	\$3,842,100
Estimated Fund Balance July 1, 2013	\$441,242
Total Available to Appropriate	\$4,283,342

BE IT FURTHER RESOLVED, that \$3,888,198 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	\$1,132,500
Employee Benefits	578,698
Food Purchases	1,625,000
Other	408,000
Capital Outlay	6,000
Outgoing Transfers	138,000
Total Appropriated	\$3,888,198
Estimated Fund Balance June 30, 2014	\$395,144

RESOLVED, that this resolution shall be the Building Activities Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2013/2014 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 2013/2014 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, 2013	\$644,075
Total Available to Appropriate	\$2,654,075

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, 2014	\$644,075

RESOLVED, that this resolution shall be the International Academy of Macomb Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2013/2014 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 2013/2014 be adopted as follows:

Revenue	
Local	\$0
State	0
Federal	0
Incoming Transfers & Fund Modifications	\$3,935,924
Total Revenue	\$3,935,924
Estimated Fund Balance July 1, 2013	\$2,125,433
Total Available to Appropriate	\$6,061,357

BE IT FURTHER RESOLVED that \$3,678,828 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	244,950
Payments to Other Schools	2,533,155
Fund Modifications	603,723
Total Appropriated	\$3,678,828
Estimated Fund Balance June 30, 2014	\$2,382,529

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, 2013.

**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 2013-14 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 major factors including:

1. a blended general education student increase of 100,
2. an increase in the foundation allowance of \$60 per pupil,
3. an equity payment of \$50 per pupil,
4. continuation of the MPSERS Cost Offset funding at a reduced level (from \$100 per pupil to \$66 per pupil),
5. continue best practice funding of \$52 per pupil,
6. continued funding of \$40 per pupil for student performance benchmark,
7. recording of retirement offset revenue funding – section 147c funding, and
8. 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 major factors including:

1. impact of settled employee group contracts (2013-14 is the first year of a three year settlement),
2. impact of change to hard cap under PA 152 for health insurance benefits,
3. impact of retirement contribution increasing from 24.32% to 24.79%,
4. recording of retirement offset expenditure funding – section 147c funding, and
5. review and adjustment of other items as appropriate.

In summary, we have projected revenues of \$142.7 million and projected expenditures of \$141.5 million for an operating surplus of \$1.2 million.

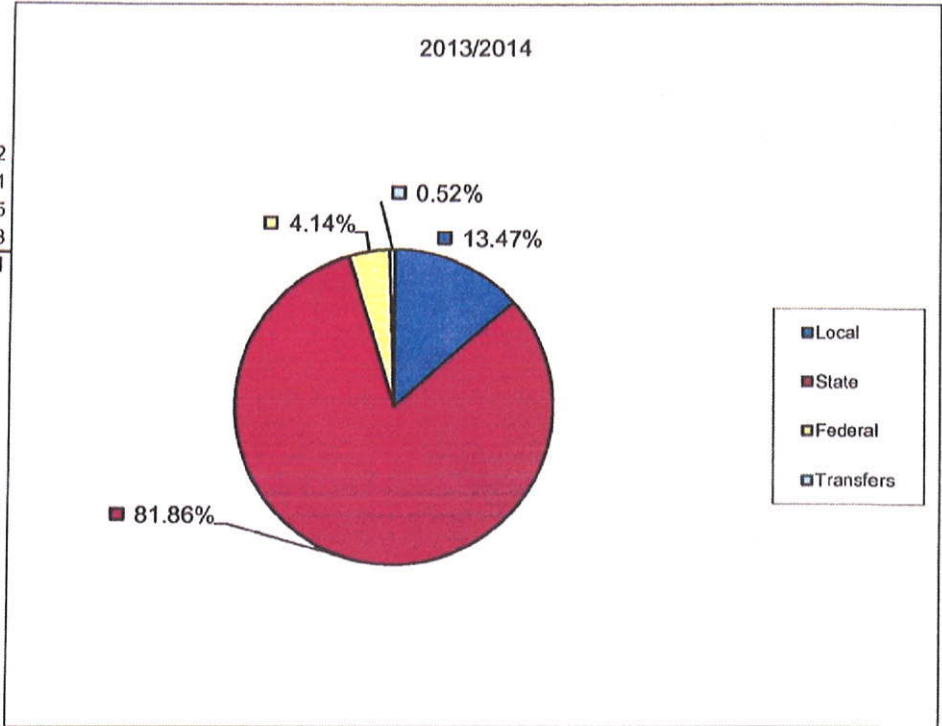
CHIPPEWA VALLEYS SCHOOLS  
ORIGINAL 2013 2014  
GENERAL FUND BUDGET

	2011-12 Audited <u>Actual</u>	2012-13 2nd Amended <u>Budget</u> June 3, 2013	2013-14 Original <u>Budget</u> June 17, 2013	2013-14 Original 2012-13 2nd Amended <u>Difference</u>
<b>Revenue</b>				
Local (1)	\$ 20,696,892	\$ 19,419,225	\$ 19,233,212	\$ (186,013)
State	\$ 105,213,652	\$ 113,394,693	\$ 116,847,111	\$ 3,452,418
Federal	\$ 5,145,219	\$ 5,771,896	\$ 5,910,905	\$ 139,009
Incoming Transfers & Other	\$ 748,436	\$ 796,761	\$ 741,723	\$ (55,038)
<b>Total Revenue</b>	<b>\$ 131,804,199</b>	<b>\$ 139,382,575</b>	<b>\$ 142,732,951</b>	<b>\$ 3,350,376</b>
<b>Expenditures</b>				
Basic Programs	\$ 71,530,798	\$ 75,069,340	\$ 76,050,498	\$ 981,158
Added Needs	\$ 13,970,751	\$ 15,161,821	\$ 15,535,000	\$ 373,179
Adult & Community Ed	\$ 157,991	\$ 164,690	\$ 173,657	\$ 8,967
<b>Total Instructional</b>	<b>\$ 85,659,540</b>	<b>\$ 90,395,851</b>	<b>\$ 91,759,155</b>	<b>\$ 1,363,304</b>
Pupil Services	\$ 12,342,156	\$ 12,595,790	\$ 12,833,102	\$ 237,312
Instructional Staff Services	\$ 3,329,411	\$ 3,761,188	\$ 4,169,192	\$ 408,004
General Administration	\$ 622,509	\$ 947,834	\$ 754,217	\$ (193,617)
School Administration	\$ 8,202,940	\$ 9,118,081	\$ 9,121,463	\$ 3,382
Business Administration	\$ 2,592,842	\$ 2,492,151	\$ 2,084,707	\$ (407,444)
Operations & Maintenance	\$ 9,093,931	\$ 9,531,593	\$ 9,363,460	\$ (168,133)
Transportation	\$ 3,919,292	\$ 4,112,460	\$ 4,142,248	\$ 29,788
Other Central Services	\$ 2,370,717	\$ 2,943,657	\$ 3,022,982	\$ 79,325
Other Support (Portion Athletics, CTE)	\$ 1,956,651	\$ 2,067,358	\$ 2,133,942	\$ 66,584
<b>Total Supporting Services</b>	<b>\$ 44,430,450</b>	<b>\$ 47,570,112</b>	<b>\$ 47,625,313</b>	<b>\$ 55,201</b>
<b>Total Community Services</b>	<b>\$ 907,026</b>	<b>\$ 1,106,784</b>	<b>\$ 1,104,523</b>	<b>\$ (2,261)</b>
Outgoing Transfers & Other	\$ 1,007,358	\$ 994,741	\$ 1,001,866	\$ 7,125
<b>Total Expenditures</b>	<b>\$ 132,004,374</b>	<b>\$ 140,067,488</b>	<b>\$ 141,490,857</b>	<b>\$ 1,423,369</b>
<b>Total Revenues Over/(&lt;Under&gt;)</b>	<b>\$ (200,175)</b>	<b>\$ (684,913)</b>	<b>\$ 1,242,094</b>	<b>\$ 1,927,007</b>
Beginning Fund Equity	16,944,273	16,744,098	16,059,185	
Ending Fund Equity	\$ 16,744,098	\$ 16,059,185	\$ 17,301,279	

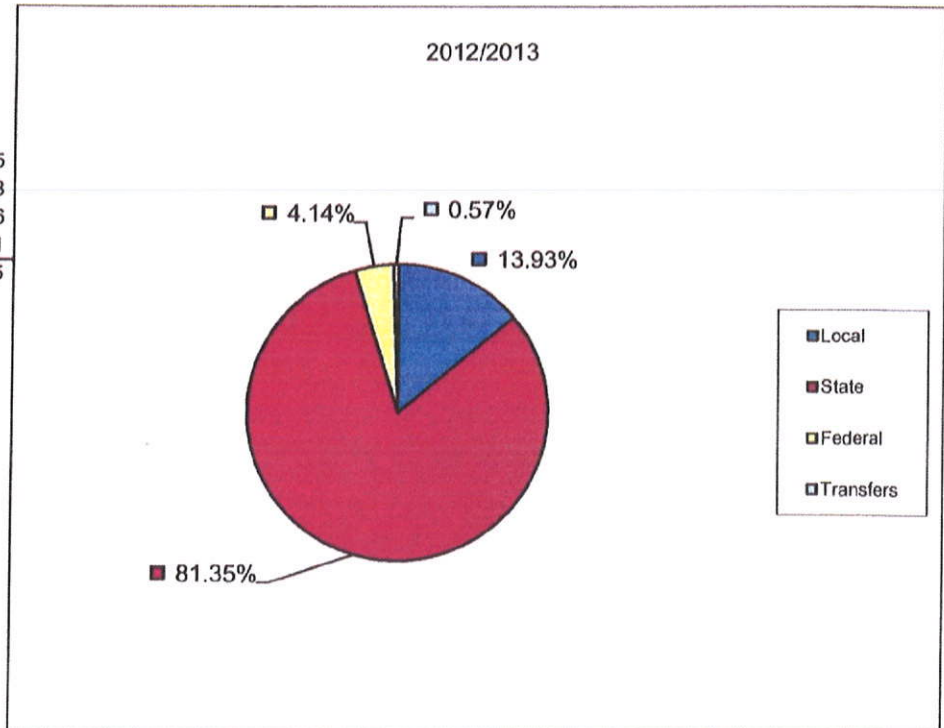
(1) Includes 18.00 Mill Non-Homestead Property Tax Levy for operational purposes.

**Chippewa Valley Schools  
Revenue Comparison**

	Original	2013/2014
Local	\$	19,233,212
State	\$	116,847,111
Federal	\$	5,910,905
Transfers	\$	741,723
	\$	<u>142,732,951</u>



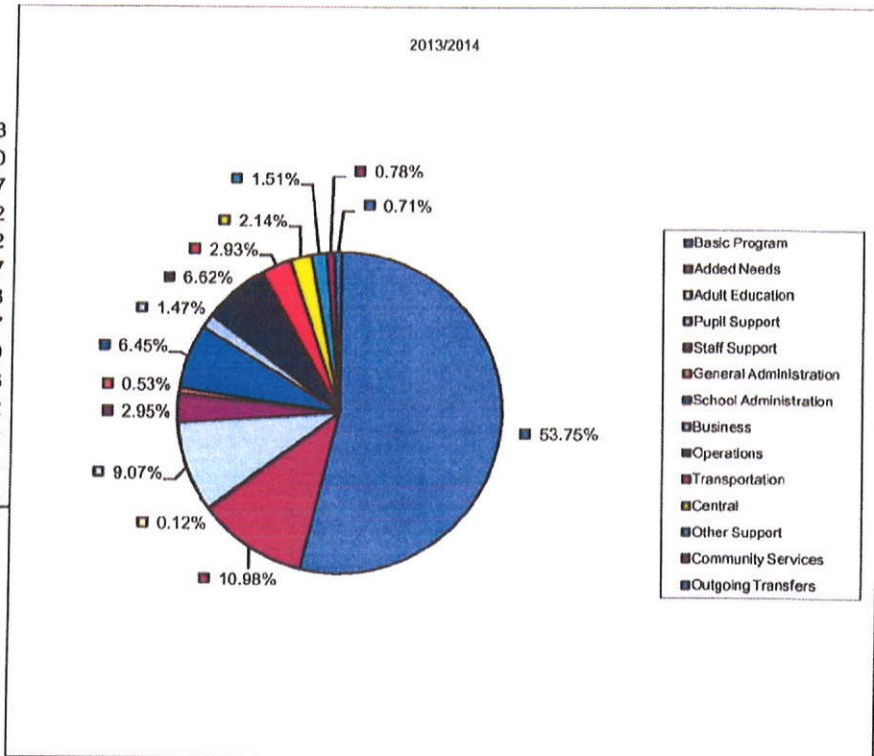
	Final	Amended	2012/2013
Local	\$	19,419,225	
State	\$	113,394,693	
Federal	\$	5,771,896	
Transfers	\$	796,761	
	\$	<u>139,382,575</u>	



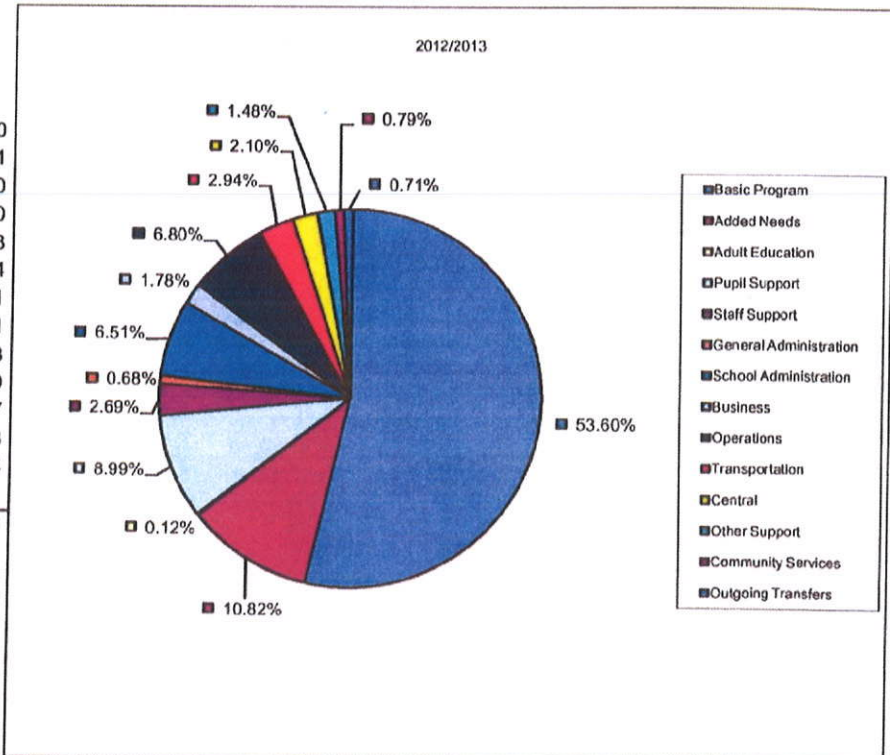


**Chippewa Valley Schools  
Expenditure Comparison by Function**

	Original	2013/2014
Basic Program	\$	76,050,498
Added Needs	\$	15,535,000
Adult Education	\$	173,657
Pupil Support	\$	12,833,102
Staff Support	\$	4,169,192
General Administration	\$	754,217
School Administration	\$	9,121,463
Business	\$	2,084,707
Operations	\$	9,363,460
Transportation	\$	4,142,248
Central	\$	3,022,982
Other Support	\$	2,133,942
Community Services	\$	1,104,523
Outgoing Transfers	\$	1,001,866
	\$	141,490,857



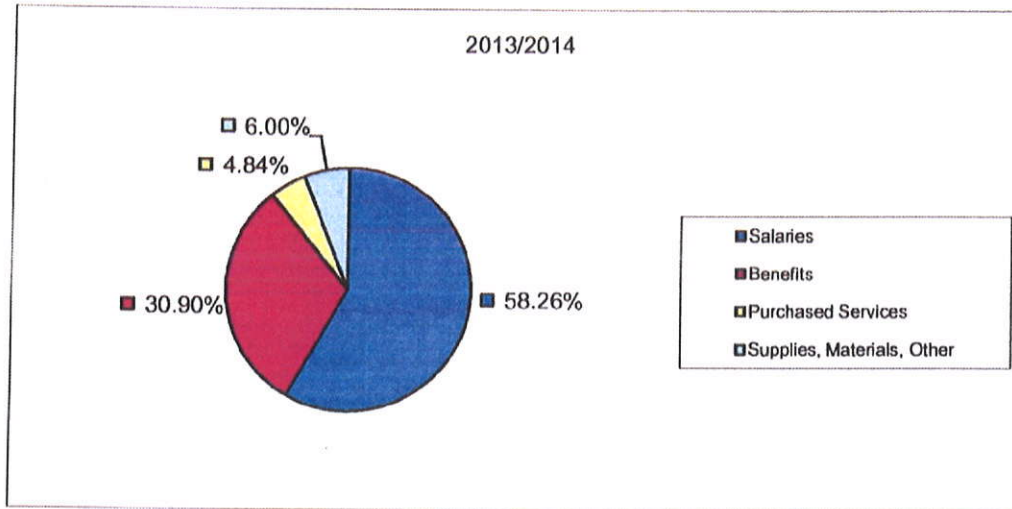
	Final	Amended	2012/2013
Basic Program	\$	75,069,340	
Added Needs	\$	15,161,821	
Adult Education	\$	164,690	
Pupil Support	\$	12,595,790	
Staff Support	\$	3,761,188	
General Administration	\$	947,834	
School Administration	\$	9,118,081	
Business	\$	2,492,151	
Operations	\$	9,531,593	
Transportation	\$	4,112,460	
Central	\$	2,943,957	
Other Support	\$	2,067,358	
Community Services	\$	1,106,784	
Outgoing Transfers	\$	994,741	
	\$	140,067,788	



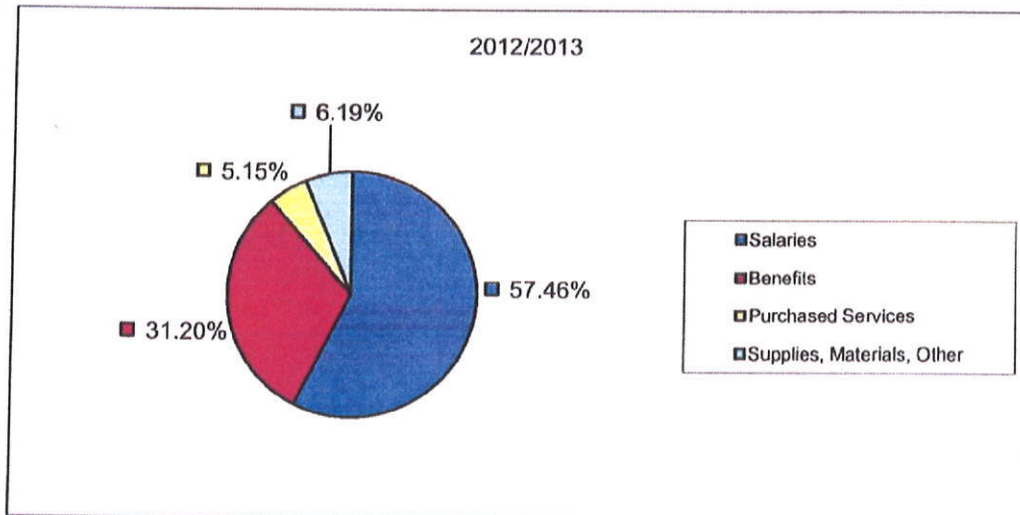
Note: Other Support Includes Athletics and CTE

**Chippewa Valley Schools  
Expenditure Comparison by Object**

	Original	
	2013/2014	
Salaries	\$	82,434,582
Benefits	\$	43,722,150
Purchased Services	\$	6,850,209
Supplies, Materials, Other	\$	8,483,916
	\$	<u>141,490,857</u>



	Final Amended	
	2012/2013	
Salaries	\$	80,486,158
Benefits	\$	43,702,867
Purchased Services	\$	7,215,109
Supplies, Materials, Other	\$	8,663,354
	\$	<u>140,067,488</u>



2013-14 SPECIAL REVENUE FUND FOOD SERVICE ORIGINAL BUDGET

	2011-12	2012-13	2013-14	2013-14 Original
	Actual	1st Amended Budget	Original Budget	2012-13 1st Amended Difference
<b>Revenue</b>				
Local	\$ 2,091,472	\$ 1,995,100	\$ 2,012,100	\$ 17,000
State	\$ 148,457	\$ 145,000	\$ 145,000	\$ -
Federal	\$ 1,562,304	\$ 1,665,000	\$ 1,685,000	\$ 20,000
Incoming Transfers & Other		\$ -	\$ -	\$ -
<b>Total Revenue</b>	<b>\$ 3,802,234</b>	<b>\$ 3,805,100</b>	<b>\$ 3,842,100</b>	<b>\$ 37,000</b>
<b>Expenditures</b>				
Wages	\$ 1,105,724	\$ 1,142,500	\$ 1,132,500	\$ (10,000)
Employee Benefits	\$ 457,893	\$ 513,920	\$ 578,698	\$ 64,778
Food Purchases	\$ 1,604,025	\$ 1,691,000	\$ 1,625,000	\$ (66,000)
Other	\$ 300,546	\$ 385,000	\$ 408,000	\$ 23,000
Capital Outlay	\$ 2,435	\$ 74,000	\$ 6,000	\$ (68,000)
Outgoing Transfers	\$ 230,000	\$ 190,000	\$ 138,000	\$ (52,000)
<b>Total Food Service</b>	<b>\$ 3,700,622</b>	<b>\$ 3,996,420</b>	<b>\$ 3,888,198</b>	<b>\$ (108,222)</b>
<b>Total Revenues Over/&lt;Under&gt; Expenditures</b>	<b>\$ 101,612</b>	<b>\$ (191,320)</b>	<b>\$ (46,098)</b>	
Beginning Fund Equity	\$ 530,950	\$ 632,562	\$ 441,242	
Ending Fund Equity	\$ 632,562	\$ 441,242	\$ 395,144	

ORIGINAL 2013-14 SPECIAL  
REVENUE FUND BUILDING  
ACTIVITIES BUDGET

	2011-12	2012-13	2013-14	2013-14 Original
	<u>Actual</u>	1st Amended <u>Budget</u>	Original <u>Budget</u>	2012-13 1st Amended <u>Difference</u>
Revenue				
Local	\$ 1,933,639	\$ 2,010,000	\$ 2,010,000	\$ -
Total Revenue	\$ 1,933,639	\$ 2,010,000	\$ 2,010,000	\$ -
Expenditures				
Wages/Purchased Services/Supplies,Material:	\$ 2,051,835	\$ 2,010,000	\$ 2,010,000	\$ -
Total Expenditures	\$ 2,051,835	\$ 2,010,000	\$ 2,010,000	\$ -
Total Revenues Over/<Under> Expenditures	\$ (118,197)	\$ -	\$ -	
Beginning Fund Equity	\$ 762,272	\$ 644,075	\$ 644,075	
Ending Fund Equity	\$ 644,075	\$ 644,075	\$ 644,075	

2013-14 SPECIAL REVENUE FUND ORIGINAL MACOMB INTERNATIONAL ACADEMY BUDGET

	2011-12 <u>Actual</u>	2012-13 2nd Amended <u>Budget</u>	2013-14 Original <u>Budget</u>	2013-14 Original 2012-13 2nd Amended <u>Difference</u>
Revenue				
Tuition Schools	\$ 2,735,074	\$ 2,934,058	\$ 2,934,058	\$ -
Other Revenue	\$ -	\$ -	\$ -	\$ -
Fund Modifications	\$ 1,007,358	\$ 1,001,866	\$ 1,001,866	\$ -
	\$ -	\$ -	\$ -	\$ -
Total Revenue	\$ 3,742,432	\$ 3,935,924	\$ 3,935,924	\$ -
Expenditures				
Instruction	\$ 297,460	\$ 297,000	\$ 297,000	\$ -
Support Services	\$ 435,325	\$ 244,950	\$ 244,950	\$ -
Payments to Other Schools	\$ 2,371,182	\$ 2,533,155	\$ 2,533,155	\$ -
Fund Modifications	\$ 518,436	\$ 603,723	\$ 603,723	\$ -
	\$ -	\$ -	\$ -	\$ -
Total Macomb International Academy	\$ 3,622,402	\$ 3,678,828	\$ 3,678,828	\$ -
Total Revenues Over/<Under> Expenditures	\$ 120,030	\$ 257,096	\$ 257,096	
Beginning Fund Equity	\$ 1,748,307	\$ 1,868,337	\$ 2,125,433	
Ending Fund Equity	\$ 1,868,337	\$ 2,125,433	\$ 2,382,529	