

REGULAR MEETING

June 17, 2024  
6:30 p.m.

**MEMORANDUM**

**I.12 Approve 2024/2025 Appropriation Act for General and Special Revenue Funds**  
**Mr. Sederlund**

RECOMMENDED MOTION: “That the following resolution be adopted by the Chippewa Valley Schools 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 2024/2025 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 2024/2025 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 2024/2025 be adopted as follows:

Revenue	
Local	\$22,710,986
State	173,532,395
Federal	7,890,553
Interdistrict	11,383,844
Transfers & Others	1,761,026
Total Revenue	\$217,278,804

Estimated Fund Balance July 1, 2024	\$39,264,407
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Total Available to Appropriate	\$256,543,211
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BE IT FURTHER RESOLVED, that \$216,561,906 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	\$96,373,084
Added Needs	33,263,010
Adult and Continuing Education	155,389

Support Services	
Pupil	21,248,960
Instructional Staff	9,789,136
General Administration	1,415,304
School Administration	12,592,296
Business	2,740,289
Operations & Maintenance	17,752,828
Transportation	7,001,631
Central	5,353,189
Other Support (Athletics, CTE)	2,652,950
Community Services	1,031,046
Outgoing Transfers & Other	5,192,794
Total Appropriated	\$216,561,906
Estimated Fund Balance June 30, 2025	\$39,981,305

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 2024/2025 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 2024/2025 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 2024/2025 be adopted as follows:

Revenue	
Local	\$704,150
State	3,215,375
Federal	4,446,609
Transfers & Other	0
Total Revenue	\$8,366,134
Estimated Fund Balance July 1, 2024	\$3,589,946
Total Available to Appropriate	\$11,956,080

BE IT FURTHER RESOLVED, that \$9,369,308 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	\$2,350,495
Employee Benefits	1,240,510
Food Purchases	3,756,608
Other	621,695
Capital Outlay	1,000,000
Outgoing Transfers	400,000
Total Appropriated	\$9,369,308

Estimated Fund Balance June 30, 2025 \$2,586,772

RESOLVED, that this resolution shall be the Community Services Childcare Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2024/2025 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 2024/2025 be adopted as follows:

Revenue	
Local	\$1,590,190
State	0
Federal	0
Transfers & Other	0
Total Revenue	\$1,590,190

Estimated Fund Balance July 1, 2024 \$694,353

Total Available to Appropriate \$2,284,543

BE IT FURTHER RESOLVED that \$1,918,597 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	\$1,664,887
Outgoing Transfers	\$253,710
Total Appropriated	\$1,918,597

Estimated Fund Balance June 30, 2025 \$365,946

RESOLVED, that this resolution shall be the Cooperative Activities Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2024/2025 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 2024/2025 be adopted as follows:

Revenue	
Local	\$860,000
State	0
Federal	0
Interdistrict	\$3,614,246
Incoming Transfers & Fund Modifications	\$1,177,794
Total Revenue	\$5,652,040
Estimated Fund Balance July 1, 2024	\$17,125,214
Total Available to Appropriate	\$22,777,254

BE IT FURTHER RESOLVED that \$9,475,893 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	\$4,625,723
Support Services	\$429,200
Payments to Other Schools	\$3,313,654
Fund Modifications	\$1,107,316
Total Appropriated	\$9,475,893
Estimated Fund Balance June 30, 2025	\$13,301,361

RESOLVED, that this resolution shall be the Student/School Activity Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2024/2025 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 2024/2025 be adopted as follows:

Revenue	
Revenue	\$6,067,500
Total Revenue	\$6,067,500
Estimated Fund Balance July 1, 2024	\$2,361,713
Total Available to Appropriate	\$8,429,213

BE IT FURTHER RESOLVED that \$6,067,500 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	\$6,067,500
Total Appropriated	\$6,067,500
Estimated Fund Balance June 30, 2025	\$2,361,713

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, 2024.

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 2024/25 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 283 FTE based upon Plante Moran Realpoint consulting
- Anticipated School Aid increase of \$250 per pupil (\$9,858 per pupil)
- Net impact of the Special Ed. cost reimbursement and Headlee Funding prior year adjustment
- Net impact of anticipated increase in MISD Special Ed. and Enhancement millage funds
- Increase in anticipated interest income revenue
- 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 impacts of 2<sup>nd</sup> year into labor agreements, including schedule movement
- Combines adjustments for retirements, new hires and vacancies
- Net decrease in retirement cost offset expenditure funding
- Assumes UAAL retirement expense consistent at 16.89% while the State continues to work through budget finalization
- 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 \$217,278,804 and projected expenditures of \$216,561,906 for a budgeted operating surplus of \$716,898, increasing fund balance to \$39,981,305.

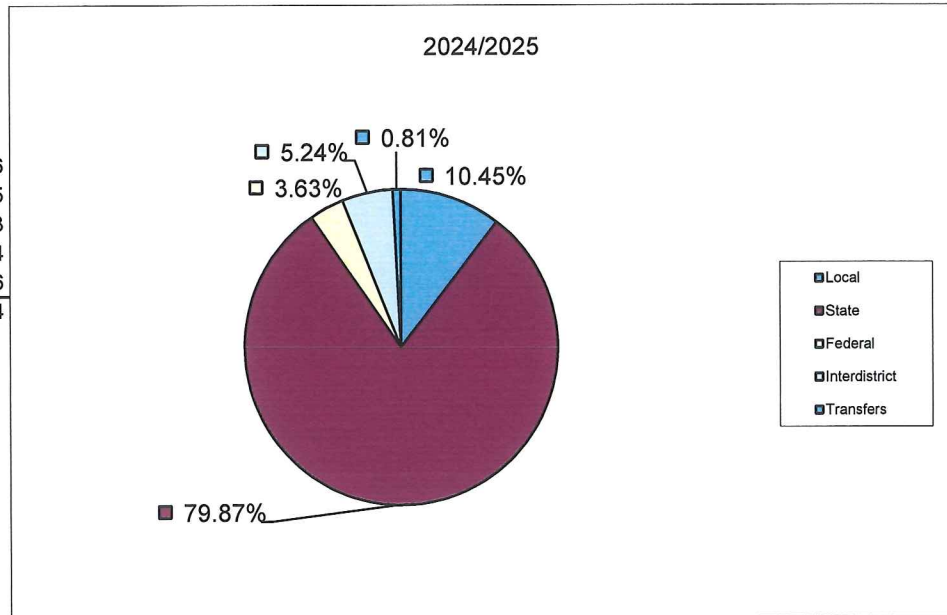
CHIPPEWA VALLEY SCHOOLS  
2024-2025 ORIGINAL  
GENERAL FUND BUDGET

	2022-23 Audited <u>Actual</u>	2023-24 2nd Amended <u>Budget</u> May 20, 2024	2024-2025 Original <u>Budget</u> June 17, 2024	2024-25 Original 2023-24 2nd Amended <u>Difference</u>
Revenue				
Local (1)	\$ 19,561,324	\$ 21,060,450	\$ 22,710,986	\$ 1,650,536
State	\$ 161,923,115	\$ 173,437,364	\$ 173,532,395	\$ 95,031
Federal	\$ 8,318,909	\$ 8,472,242	\$ 7,890,553	\$ (581,689)
Interdistrict	\$ 11,113,849	\$ 11,088,710	\$ 11,383,844	\$ 295,134
Incoming Transfers & Other	\$ 1,560,109	\$ 1,761,026	\$ 1,761,026	\$ -
<b>Total Revenue</b>	<b>\$ 202,477,306</b>	<b>\$ 215,819,792</b>	<b>\$ 217,278,804</b>	<b>\$ 1,459,012</b>
Expenditures				
Basic Programs	\$ 94,062,227	\$ 93,523,418	\$ 96,373,084	\$ 2,849,666
Added Needs	\$ 29,084,312	\$ 33,612,654	\$ 33,263,010	\$ (349,644)
Adult & Community Ed	\$ 106,140	\$ 150,159	\$ 155,389	\$ 5,230
<b>Total Instructional</b>	<b>\$ 123,252,679</b>	<b>\$ 127,286,231</b>	<b>\$ 129,791,483</b>	<b>\$ 2,505,252</b>
Pupil Services	\$ 19,448,803	\$ 20,797,754	\$ 21,248,960	\$ 451,206
Instructional Staff Services	\$ 8,167,131	\$ 9,183,344	\$ 9,789,136	\$ 605,792
General Administration	\$ 965,926	\$ 1,297,260	\$ 1,415,304	\$ 118,044
School Administration	\$ 12,070,482	\$ 12,169,675	\$ 12,592,296	\$ 422,621
Business Administration	\$ 2,574,176	\$ 2,612,544	\$ 2,740,289	\$ 127,745
Operations & Maintenance	\$ 14,823,211	\$ 17,904,267	\$ 17,752,828	\$ (151,439)
Transportation	\$ 5,842,068	\$ 7,042,557	\$ 7,001,631	\$ (40,926)
Other Central Services	\$ 4,831,741	\$ 5,515,638	\$ 5,353,189	\$ (162,449)
Other Support (Portion Athletics, CTE)	\$ 2,689,208	\$ 2,611,576	\$ 2,652,950	\$ 41,374
<b>Total Supporting Services</b>	<b>\$ 71,412,746</b>	<b>\$ 79,134,615</b>	<b>\$ 80,546,583</b>	<b>\$ 1,411,968</b>
<b>Total Community Services</b>	<b>\$ 834,831</b>	<b>\$ 1,052,111</b>	<b>\$ 1,031,046</b>	<b>\$ (21,065)</b>
Outgoing Transfers & Other	\$ 3,145,551	\$ 5,892,794	\$ 5,192,794	\$ (700,000)
<b>Total Expenditures</b>	<b>\$ 198,645,807</b>	<b>\$ 213,365,751</b>	<b>\$ 216,561,906</b>	<b>\$ 3,196,155</b>
<b>Total Revenues Over/&lt;Under&gt; Expenditures</b>	<b>\$ 3,831,499</b>	<b>\$ 2,454,041</b>	<b>\$ 716,898</b>	<b>\$ (1,737,143)</b>
Beginning Fund Equity	\$ 32,978,867	\$ 36,810,366	\$ 39,264,407	
Ending Fund Equity	\$ 36,810,366	\$ 39,264,407	\$ 39,981,305	

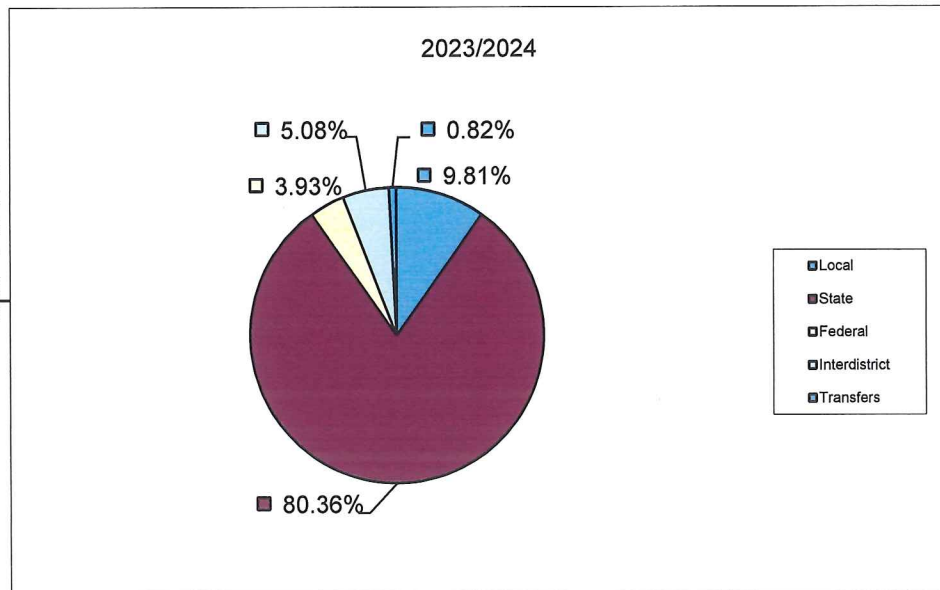
(1) Includes 18.00 Mill Non-Homestead Property Tax Levy for operational purposes.

**Chippewa Valley Schools  
Revenue Comparison**

Original 2024/2025	
Local	\$ 22,710,986
State	\$ 173,532,395
Federal	\$ 7,890,553
Interdistrict	\$ 11,383,844
Transfers	\$ 1,761,026
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	\$ 217,278,804



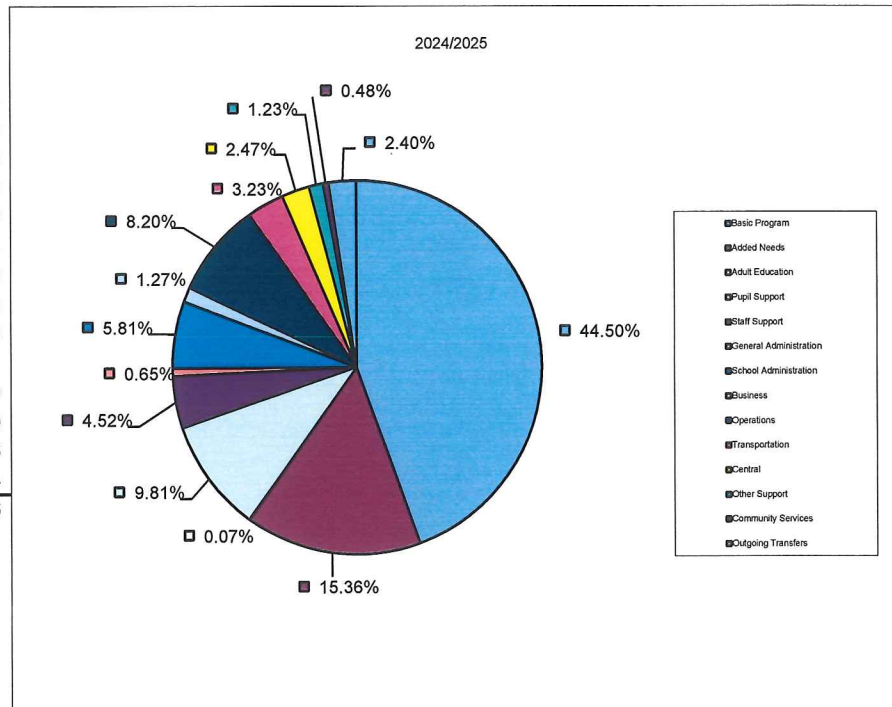
Final Amended 2023/2024	
Local	\$ 21,177,463
State	\$ 173,437,364
Federal	\$ 8,472,242
Interdistrict	\$ 10,971,697
Transfers	\$ 1,761,026
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	\$ 215,819,792



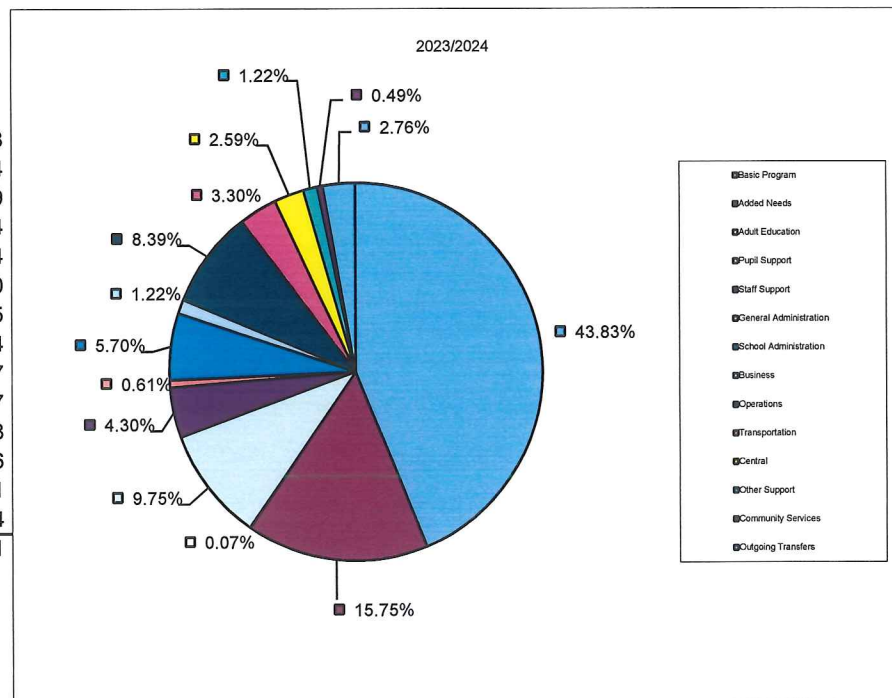


### Chippewa Valley Schools Expenditure Comparison by Function

	Original 2024/2025
Basic Program	\$ 96,373,084
Added Needs	\$ 33,263,010
Adult Education	\$ 155,389
Pupil Support	\$ 21,248,960
Staff Support	\$ 9,789,136
General Administration	\$ 1,415,304
School Administration	\$ 12,592,296
Business	\$ 2,740,289
Operations	\$ 17,752,828
Transportation	\$ 7,001,631
Central	\$ 5,353,189
Other Support	\$ 2,652,950
Community Services	\$ 1,031,046
Outgoing Transfers	\$ 5,192,794
	<b>\$ 216,561,906</b>



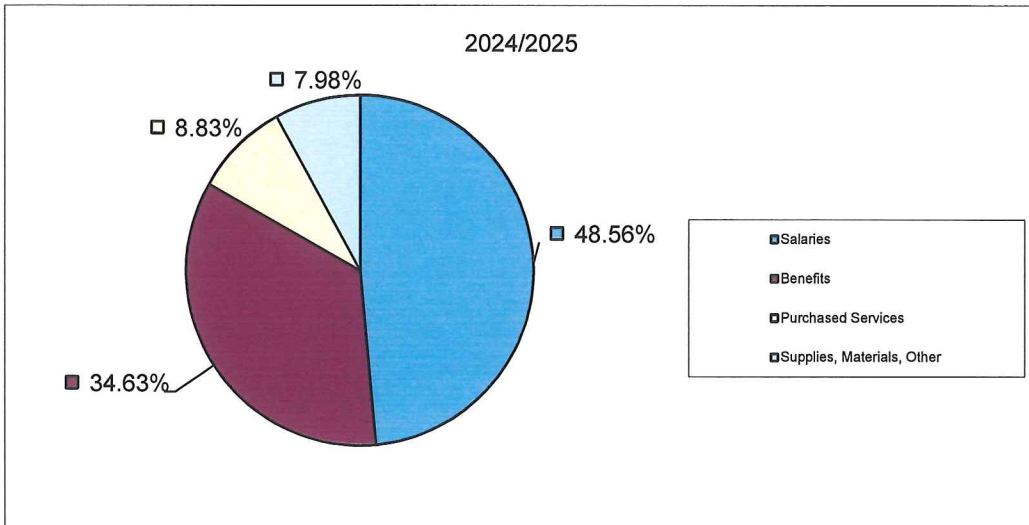
	Final Amended 2023/2024
Basic Program	\$ 93,523,418
Added Needs	\$ 33,600,954
Adult Education	\$ 150,159
Pupil Support	\$ 20,809,454
Staff Support	\$ 9,183,344
General Administration	\$ 1,297,260
School Administration	\$ 12,169,675
Business	\$ 2,612,544
Operations	\$ 17,904,267
Transportation	\$ 7,042,557
Central	\$ 5,515,638
Other Support	\$ 2,611,576
Community Services	\$ 1,052,111
Outgoing Transfers	\$ 5,892,794
	<b>\$ 213,365,751</b>



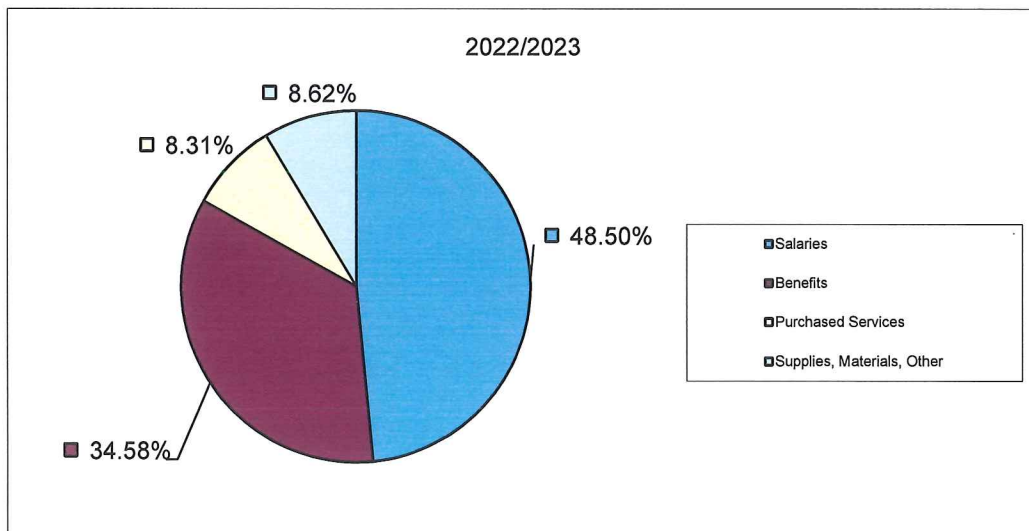
Note: Other Support Includes Athletics and CTE

**Chippewa Valley Schools  
Expenditure Comparison by Object**

	Original 2024/2025
Salaries	\$ 105,163,842
Benefits	\$ 74,993,136
Purchased Services	\$ 19,120,824
Supplies, Materials, Other	\$ 17,284,104
	<u>\$ 216,561,906</u>



	Final Amended 2023/2024
Salaries	\$ 103,478,211
Benefits	\$ 73,776,054
Purchased Services	\$ 17,723,281
Supplies, Materials, Other	\$ 18,388,205
	<u>\$ 213,365,751</u>



CHIPPEWA VALLEY SCHOOLS  
 2024-2025 ORIGINAL  
 SPECIAL REVENUE FUND  
 FOOD SERVICES BUDGET

	2022-23 Audited Actual	2023-24 2nd Amended Budget May 20, 2024	2024-25 Original Budget June 17, 2024	2024-25 Original 2023-24 2nd Amended Difference
Revenue				
Local	\$ 2,273,401	\$ 704,150	\$ 704,150	\$ -
State	\$ 334,672	\$ 3,412,399	\$ 3,215,375	\$ (197,024)
Federal	\$ 3,668,621	\$ 5,067,845	\$ 4,446,609	\$ (621,236)
Incoming Transfers & Other	\$ -	\$ -	\$ -	\$ -
Total Revenue	\$ 6,276,694	\$ 9,184,394	\$ 8,366,134	\$ (818,260)
Expenditures				
Wages	\$ 1,542,520	\$ 2,461,748	\$ 2,350,495	\$ (111,253)
Employee Benefits	\$ 922,398	\$ 1,224,353	\$ 1,240,510	\$ 16,157
Food Purchases	\$ 2,388,307	\$ 3,965,608	\$ 3,756,608	\$ (209,000)
Other	\$ 364,399	\$ 597,095	\$ 621,695	\$ 24,600
Capital Outlay	\$ 311,824	\$ 725,000	\$ 1,000,000	\$ 275,000
Outgoing Transfers	\$ 250,000	\$ 400,000	\$ 400,000	\$ -
Total Expenditures	\$ 5,779,448	\$ 9,373,804	\$ 9,369,308	\$ (4,496)
Total Revenues Over/<Under> Expenditures	\$ 497,246	\$ (189,410)	\$ (1,003,174)	\$ (813,764)
Beginning Fund Equity	\$ 3,282,110	\$ 3,779,356	\$ 3,589,946	
Ending Fund Equity	\$ 3,779,356	\$ 3,589,946	\$ 2,586,772	

CHIPPEWA VALLEY SCHOOLS  
 2024-2025 ORIGINAL  
 SPECIAL REVENUE FUND  
 COMMUNITY SERVICES CHILDCARE BUDGET

	2022-23 Audited <u>Actual</u>	2023-24 1st Amended <u>Budget</u> February 12, 2024	2024-25 Original <u>Budget</u> June 17, 2024	2024-25 Original 2023-24 1st Amended <u>Difference</u>
Revenue				
Local	\$ 1,205,739	\$ 1,551,670	\$ 1,590,190	\$ 38,520
Federal	\$ 631,443	\$ -	\$ -	\$ -
Incoming Transfers & Other	\$ -	\$ -	\$ -	\$ -
Total Revenue	\$ 1,837,182	\$ 1,551,670	\$ 1,590,190	\$ 38,520
Expenditures				
Wages/Purchased Services/Supplies,Materials	\$ 1,301,315	\$ 1,615,085	\$ 1,664,887	\$ 49,802
	\$ 1,301,315	\$ 1,615,085	\$ 1,664,887	\$ 49,802
Outgoing Transfers & Other	\$ 226,850	\$ 253,710	\$ 253,710	\$ -
Total Expenditures	\$ 1,528,165	\$ 1,868,795	\$ 1,918,597	\$ 49,802
Total Revenues Over/<Under> Expenditures	\$ 309,017	\$ (317,125)	\$ (328,407)	\$ (11,282)
Beginning Fund Equity	\$ 702,461	\$ 1,011,478	\$ 694,353	
Ending Fund Equity	\$ 1,011,478	\$ 694,353	\$ 365,946	

CHIPPEWA VALLEY SCHOOLS  
 2024-2025 ORIGINAL  
 COOPERATIVE ACTIVITIES FUND  
 INTERNATIONAL ACADEMY OF MACOMB & STUDENT INTERVENTION BUDGET

	2022-23 Audited <u>Actual</u>	2023-24 1st Amended <u>Budget</u> February 12, 2024	2024-25 Original <u>Budget</u> June 17, 2024	2024-25 Original 2023-24 1st Amended <u>Difference</u>
Revenue				
Local (1)	\$ 562,000	\$ 650,000	\$ 860,000	\$ 210,000
Interdistrict	\$ 1,000,000	\$ -	\$ -	\$ -
Tuition Schools (2)	\$ 3,254,802	\$ 3,614,246	\$ 3,614,246	\$ -
Fund Modifications	\$ 1,130,551	\$ 1,877,794	\$ 1,177,794	\$ (700,000)
Total Revenue	\$ 5,947,353	\$ 6,142,040	\$ 5,652,040	\$ (490,000)
Expenditures				
Instruction	\$ 987,584	\$ 4,222,600	\$ 4,625,723	\$ 403,123
Support Services	\$ 383,489	\$ 429,200	\$ 429,200	\$ -
Payments to Other Schools	\$ 3,152,556	\$ 3,313,654	\$ 3,313,654	\$ -
Fund Modifications	\$ 1,083,259	\$ 1,107,316	\$ 1,107,316	\$ -
Total Expenditures	\$ 5,606,888	\$ 9,072,770	\$ 9,475,893	\$ 403,123
Total Revenues Over/<Under> Expenditures	\$ 340,465	\$ (2,930,730)	\$ (3,823,853)	\$ (893,123)
Beginning Fund Equity	\$ 19,715,479	\$ 20,055,944	\$ 17,125,214	
Ending Fund Equity	\$ 20,055,944	\$ 17,125,214	\$ 13,301,361	

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

(2) Interdistrict revenue source

CHIPPEWA VALLEY SCHOOLS  
 2024-2025 ORIGINAL  
 SPECIAL REVENUE FUND  
 STUDENT/SCHOOL ACTIVITY BUDGET

	2022-23 Audited <u>Actual</u>	2023-24 1st Amended <u>Budget</u> February 12, 2024	2024-25 Original <u>Budget</u> June 17, 2024	2024-25 Original 2023-24 1st Amended <u>Difference</u>
Revenue				
Local	\$ 5,309,033	\$ 6,067,500	\$ 6,067,500	\$ -
Incoming Transfers & Other	\$ -	\$ -	\$ -	\$ -
Total Revenue	\$ 5,309,033	\$ 6,067,500	\$ 6,067,500	\$ -
Expenditures				
Wages/Purchased Services/Supplies,Materials	\$ 5,301,835	\$ 6,067,500	\$ 6,067,500	\$ -
Total Expenditures	\$ 5,301,835	\$ 6,067,500	\$ 6,067,500	\$ -
Total Revenues Over/<Under> Expenditures	\$ 7,198	\$ -	\$ -	\$ -
Beginning Fund Equity	\$ 2,354,515	\$ 2,361,713	\$ 2,361,713	
Ending Fund Equity	\$ 2,361,713	\$ 2,361,713	\$ 2,361,713	