

MEMORANDUM

G.4 Approve 2024/2025 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, and Cooperative Activities 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, originally adopted on June 17, 2024, be amended as follows:

Revenue	
Local	\$22,629,654
State	174,338,367
Federal	7,778,868
Interdistrict	11,409,704
Transfers & Others	1,854,988
Total Revenue	\$218,011,581
Fund Balance July 1, 2024	\$40,866,389
Total Available to Appropriate	\$258,877,970

BE IT FURTHER RESOLVED, that \$215,801,676 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	\$95,278,959
Added Needs	33,038,184
Adult and Continuing Education	203,970
Support Services	
Pupil	21,296,610
Instructional Staff	9,671,148
General Administration	1,400,207
School Administration	12,307,275
Business	2,738,031
Operations & Maintenance	18,630,097
Transportation	6,729,402
Central	5,488,967
Other Support (Athletics, CTE)	2,766,699
Community Services	1,064,742
Outgoing Transfers & Other	5,187,385
Total Appropriated	\$215,801,676
Estimated Fund Balance June 30, 2025	\$43,076,294

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, originally adopted on June 17, 2024, be amended as follows:

Revenue	
Local	\$719,905
State	3,244,092
Federal	4,838,269
Transfers & Other	0
Total Revenue	\$8,802,266
Fund Balance July 1, 2024	\$4,420,278

Total Available to Appropriate \$13,222,544

BE IT FURTHER RESOLVED, that \$9,689,201 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	\$2,464,171
Employee Benefits	1,259,257
Food Purchases	3,872,333
Other	693,440
Capital Outlay	1,000,000
Outgoing Transfers	400,000
Total Appropriated	\$9,689,201
Estimated Fund Balance June 30, 2025	\$3,533,343

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, originally adopted on June 17, 2024, be amended as follows:

Revenue	
Local	\$2,076,925
State	0
Federal	0
Transfers & Other	0
Total Revenue	\$2,076,925
Fund Balance July 1, 2024	\$928,254
Total Available to Appropriate	\$3,005,179

BE IT FURTHER RESOLVED that \$1,932,448 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	\$1,616,578
Outgoing Transfers	315,870
Total Appropriated	\$1,932,448
Estimated Fund Balance June 30, 2025	\$1,072,731

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, originally adopted June 17, 2024, be amended as follows:

Revenue	
Local	\$989,500
State	0
Federal	0
Interdistrict	3,663,898
Incoming Transfers & Fund Modifications	1,172,385
Total Revenue	\$5,825,783
Fund Balance July 1, 2024	\$20,574,815
Total Available to Appropriate	\$26,400,598

BE IT FURTHER RESOLVED that \$9,200,734 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	\$4,619,623
Support Services	434,200
Payments to Other Schools	3,007,793
Fund Modifications	1,139,118
Total Appropriated	\$9,200,734
Estimated Fund Balance June 30, 2025	\$17,199,864

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 upon approval.

RATIONALE: The administration has reviewed the entire budget and updated the budgets for the General Fund, Food Service Fund, Community Services Childcare Fund, and Cooperative Activities Fund reflecting the most current information. Adjustments are often needed to be in compliance with the Uniform Budgeting and Accounting Act which governs the budget process and prohibits deviations exceeding adopted appropriations. Changes having the greatest impact on the General Fund are further detailed in the following summaries.

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

- An increased enrollment count of 57 FTE higher than initially budgeted (+\$554,000)
- Special education membership and funding reimbursement increase combined with prior year adjustments (+\$1,120,000)
- An increased amount of expected interest income based on interest rate fluctuations (+\$219,000)
- An expected increase in fees for services (preschool, community ed., gate receipts, etc.) (+404,000)
- A decrease in the per pupil foundation from the expected \$250 per pupil increase vs. a \$0 per pupil increase (-\$3,570,000)
- An increase in MPSERS funding to support an effective 5.75% reduction in retirement cost (+\$6,078,000)
- Decrease in net retirement for MPSERS 147 categorical offset revenue funds (-\$3,919,000)
- Grant revenue decreases beyond knowns reflected in the Original Budget (-\$115,000)
- Review and adjustments of other revenue sources as appropriate

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

- Net staffing wage changes including known leaves, retirements, vacancies (+\$2,293,000)
- Grant expenditure decreases beyond knowns reflected in the Original Budget (-\$115,000)
- Decrease in MPSERS 147 categorical funds offset expenditures (-\$3,919,000)
- Net retirement expense increase, in conjunction with wage changes (+\$865,000)
- Review and adjustments of other expenditure items as appropriate

In summary, we have projected revenues of \$218,011,581 and projected expenditures of \$215,801,676. Projected revenues exceed expenditures by

\$2,209,905, increasing fund balance to \$43,076,294 (or 19.96% of budgeted expenditures).

CHIPPEWA VALLEY SCHOOLS
2024-2025 1st AMENDED
GENERAL FUND BUDGET

	2022-23 Audited Actual	2023-24 Audited Actual	2024-25 Original Budget June 17, 2024	2024-25 1st Amended Budget January 13, 2025	2024-25 1st Amended 2024-25 Original Difference
Revenue					
Local (1)	\$ 19,561,324	\$ 21,256,171	\$ 22,710,986	\$ 22,629,654	\$ (81,332)
State	\$ 161,923,115	\$ 172,982,076	\$ 173,532,395	\$ 174,338,367	\$ 805,972
Federal	\$ 8,318,909	\$ 7,494,467	\$ 7,890,553	\$ 7,778,868	\$ (111,685)
Interdistrict	\$ 11,113,849	\$ 11,156,094	\$ 11,383,844	\$ 11,409,704	\$ 25,860
Incoming Transfers & Other	\$ 1,560,109	\$ 1,770,142	\$ 1,761,026	\$ 1,854,988	\$ 93,962
Total Revenue	\$ 202,477,306	\$ 214,668,950	\$ 217,278,804	\$ 218,011,581	\$ 732,777
Expenditures					
Basic Programs	\$ 94,062,227	\$ 93,973,955	\$ 96,373,084	\$ 95,278,959	\$ (1,094,125)
Added Needs	\$ 29,084,312	\$ 32,708,644	\$ 33,263,010	\$ 33,038,184	\$ (224,826)
Adult & Community Ed	\$ 106,140	\$ 108,074	\$ 155,389	\$ 203,970	\$ 48,581
Total Instructional	\$ 123,252,679	\$ 126,790,673	\$ 129,791,483	\$ 128,521,113	\$ (1,270,370)
Pupil Services	\$ 19,448,803	\$ 20,583,122	\$ 21,248,960	\$ 21,296,610	\$ 47,650
Instructional Staff Services	\$ 8,167,131	\$ 8,264,505	\$ 9,789,136	\$ 9,671,148	\$ (117,988)
General Administration	\$ 965,926	\$ 1,164,612	\$ 1,415,304	\$ 1,400,207	\$ (15,097)
School Administration	\$ 12,070,482	\$ 12,296,810	\$ 12,592,296	\$ 12,307,275	\$ (285,021)
Business Administration	\$ 2,574,176	\$ 2,584,433	\$ 2,740,289	\$ 2,738,031	\$ (2,258)
Operations & Maintenance	\$ 14,823,211	\$ 17,308,572	\$ 17,752,828	\$ 18,630,097	\$ 877,269
Transportation	\$ 5,842,068	\$ 6,351,716	\$ 7,001,631	\$ 6,729,402	\$ (272,229)
Other Central Services	\$ 4,831,741	\$ 5,226,897	\$ 5,353,189	\$ 5,488,967	\$ 135,778
Other Support (Portion Athletics, CTE)	\$ 2,689,208	\$ 2,731,759	\$ 2,652,950	\$ 2,766,699	\$ 113,749
Total Supporting Services	\$ 71,412,746	\$ 76,512,426	\$ 80,546,583	\$ 81,028,436	\$ 481,853
Total Community Services	\$ 834,831	\$ 856,919	\$ 1,031,046	\$ 1,064,742	\$ 33,696
Outgoing Transfers & Other	\$ 3,145,551	\$ 6,442,909	\$ 5,192,794	\$ 5,187,385	\$ (5,409)
Total Expenditures	\$ 198,645,807	\$ 210,602,927	\$ 216,561,906	\$ 215,801,676	\$ (760,230)
Total Revenues Over/<Under> Expenditures	\$ 3,831,499	\$ 4,066,023	\$ 716,898	\$ 2,209,905	\$ 1,493,007
Beginning Fund Equity	\$ 32,978,867	\$ 36,810,366	\$ 39,264,407	\$ 40,866,389	
Ending Fund Equity	\$ 36,810,366	\$ 40,866,389	\$ 39,981,305	\$ 43,076,294	

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

CHIPPEWA VALLEY SCHOOLS
 2024-2025 1st AMENDED
 SPECIAL REVENUE FUND
 FOOD SERVICES BUDGET

	2022-23 Audited Actual	2023-24 Audited Actual	2024-25 Original Budget June 17, 2024	2024-25 1st Amended Budget January 13, 2025	2024-25 1st Amended 2024-25 Original Difference
Revenue					
Local	\$ 2,273,401	\$ 692,289	\$ 704,150	\$ 719,905	\$ 15,755
State	\$ 334,672	\$ 3,143,779	\$ 3,215,375	\$ 3,244,092	\$ 28,717
Federal	\$ 3,668,621	\$ 5,277,690	\$ 4,446,609	\$ 4,838,269	\$ 391,660
Incoming Transfers & Other	\$ -	\$ -	\$ -	\$ -	\$ -
Total Revenue	\$ 6,276,694	\$ 9,113,758	\$ 8,366,134	\$ 8,802,266	\$ 436,132
Expenditures					
Wages	\$ 1,542,520	\$ 2,308,637	\$ 2,350,495	\$ 2,464,171	\$ 113,676
Employee Benefits	\$ 922,398	\$ 1,175,062	\$ 1,240,510	\$ 1,259,257	\$ 18,747
Food Purchases	\$ 2,388,307	\$ 3,637,536	\$ 3,756,608	\$ 3,872,333	\$ 115,725
Other	\$ 364,399	\$ 573,818	\$ 621,695	\$ 693,440	\$ 71,745
Capital Outlay	\$ 311,824	\$ 377,783	\$ 1,000,000	\$ 1,000,000	\$ -
Outgoing Transfers	\$ 250,000	\$ 400,000	\$ 400,000	\$ 400,000	\$ -
Total Expenditures	\$ 5,779,448	\$ 8,472,836	\$ 9,369,308	\$ 9,689,201	\$ 319,893
Total Revenues Over/<Under> Expenditures	\$ 497,246	\$ 640,922	\$ (1,003,174)	\$ (886,935)	\$ 116,239
Beginning Fund Equity	\$ 3,282,110	\$ 3,779,356	\$ 3,589,946	\$ 4,420,278	
Ending Fund Equity	\$ 3,779,356	\$ 4,420,278	\$ 2,586,772	\$ 3,533,343	

CHIPPEWA VALLEY SCHOOLS
 2024-2025 1st AMENDED
 SPECIAL REVENUE FUND
 COMMUNITY SERVICES CHILDCARE BUDGET

	2022-23 Audited <u>Actual</u>	2023-24 Audited <u>Actual</u>	2024-25 Original Budget June 17, 2024	2024-25 1st Amended Budget January 13, 2025	2024-25 1st Amended 2024-25 Original Difference
Revenue					
Local	\$ 1,205,739	\$ 1,544,042	\$ 1,590,190	\$ 2,076,925	\$ 486,735
Federal	\$ 631,443	\$ -	\$ -	\$ -	\$ -
Incoming Transfers & Other	\$ -	\$ -	\$ -	\$ -	\$ -
Total Revenue	\$ 1,837,182	\$ 1,544,042	\$ 1,590,190	\$ 2,076,925	\$ 486,735
Expenditures					
Wages/Purchased Services/Supplies,Materials	\$ 1,301,315	\$ 1,373,556	\$ 1,664,887	\$ 1,616,578	\$ (48,309)
	\$ 1,301,315	\$ 1,373,556	\$ 1,664,887	\$ 1,616,578	\$ (48,309)
Outgoing Transfers & Other	\$ 226,850	\$ 253,710	\$ 253,710	\$ 315,870	\$ 62,160
Total Expenditures	\$ 1,528,165	\$ 1,627,266	\$ 1,918,597	\$ 1,932,448	\$ 13,851
Total Revenues Over/<Under> Expenditures	\$ 309,017	\$ (83,224)	\$ (328,407)	\$ 144,477	\$ 472,884
Beginning Fund Equity	\$ 702,461	\$ 1,011,478	\$ 694,353	\$ 928,254	
Ending Fund Equity	\$ 1,011,478	\$ 928,254	\$ 365,946	\$ 1,072,731	

CHIPPEWA VALLEY SCHOOLS
 2024-2025 1st AMENDED
 COOPERATIVE ACTIVITIES FUND
 INTERNATIONAL ACADEMY OF MACOMB & STUDENT INTERVENTION BUDGET

	2022-23 Audited <u>Actual</u>	2023-24 Audited <u>Actual</u>	2024-25 Original <u>Budget</u> June 17, 2024	2024-25 1st Amended <u>Budget</u> January 13, 2025	2024-25 1st Amended 2024-25 Original <u>Difference</u>
Revenue					
Local	\$ 562,000	\$ 889,737	\$ 860,000	\$ 989,500	\$ 129,500
Interdistrict	\$ 1,000,000	\$ -	\$ -	\$ -	\$ -
Tuition Schools (1)	\$ 3,254,802	\$ 3,613,731	\$ 3,614,246	\$ 3,663,898	\$ 49,652
Fund Modifications	\$ 1,130,551	\$ 2,427,909	\$ 1,177,794	\$ 1,172,385	\$ (5,409)
Total Revenue	\$ 5,947,353	\$ 6,931,377	\$ 5,652,040	\$ 5,825,783	\$ 173,743
Expenditures					
Instruction	\$ 987,584	\$ 1,540,940	\$ 4,625,723	\$ 4,619,623	\$ (6,100)
Support Services	\$ 383,489	\$ 433,533	\$ 429,200	\$ 434,200	\$ 5,000
Payments to Other Schools	\$ 3,152,556	\$ 3,321,601	\$ 3,313,654	\$ 3,007,793	\$ (305,861)
Fund Modifications	\$ 1,083,259	\$ 1,116,432	\$ 1,107,316	\$ 1,139,118	\$ 31,802
Total Expenditures	\$ 5,606,888	\$ 6,412,506	\$ 9,475,893	\$ 9,200,734	\$ (275,159)
Total Revenues Over/<Under> Expenditures	\$ 340,465	\$ 518,871	\$ (3,823,853)	\$ (3,374,951)	\$ 448,902
Beginning Fund Equity	\$ 19,715,479	\$ 20,055,944	\$ 17,125,214	\$ 20,574,815	
Ending Fund Equity	\$ 20,055,944	\$ 20,574,815	\$ 13,301,361	\$ 17,199,864	

(1) Interdistrict revenue source