

MEMORANDUM

**G.6. Approve 2018/2019 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 budget for the 2018/2019 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 2018/2019 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 2018/2019 originally adopted on June 18, 2018 and amended on March 18, 2019 be amended as follows:

Revenue	
Local	\$24,772,724
State	134,321,398
Federal	6,020,749
Transfers & Others	1,178,892
Total Revenue	\$166,293,763
Actual Fund Balance July 1, 2018	\$28,477,264
Total Available to Appropriate	\$194,771,027

BE IT FURTHER RESOLVED, that \$167,629,117 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	\$82,317,335
Added Needs	19,305,937
Adult and Continuing Education	180,563
Support Services	
Pupil	16,102,159
Instructional Staff	6,653,440
General Administration	831,763

School Administration	9,968,112
Business	2,395,141
Operations & Maintenance	11,992,506
Transportation	4,951,441
Central	4,141,605
Other Support (Athletics, CTE)	2,411,417
Community Services	1,138,383
Outgoing Transfers & Other	5,239,315
Total Appropriated	\$167,629,117
Estimated Fund Balance June 30, 2019	\$27,141,910

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 2018/2019 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.

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 reviews the budget and prepares a second amended budget to the General Fund and other funds in May or June. The General Fund is the only fund budget being adjusted in the second amendment for the 2018-2019 school year.

The second amendment is done primarily to have the adopted District budgets for Federal and State grants correspond to the Federal and State grant budgets filed with the Michigan Department of Education. Other types of 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.

The major adjustments included in this second amendment for the purposes of compliance with grants and the Uniform Budgeting and Accounting Act are as follows:

- Increase of grant revenues received during the school year totaling about \$100,000 along with the corresponding increase in budgeted expenditure offset.
- Account for the Manthey Estate distribution of excess funds to a Capital Projects Fund.
- Increase the commencement expense budget.

These changes increase projected expenditures greater than revenues nominally.

CHIPPEWA VALLEYS SCHOOLS
2018-2019 2ND AMENDED BUDGET
GENERAL FUND BUDGET

	2016-17 Audited Actual	2017-18 Audited Actual	2018-19 Original Budget June 18, 2018	2018-19 1st Amended Budget March 18, 2019	2018-19 2nd Budget May 6, 2019	2018-19 1st Amended 2018-19 Original Difference
Revenue						
Local (1)	\$ 18,831,467	\$ 19,103,535	\$ 20,048,918	\$ 24,472,724	\$ 24,772,724	\$ 300,000
State	\$ 126,481,193	\$ 132,264,152	\$ 132,939,277	\$ 134,321,398	\$ 134,321,398	\$ -
Federal	\$ 5,519,015	\$ 4,842,665	\$ 5,604,928	\$ 5,928,874	\$ 6,020,749	\$ 91,875
Incoming Transfers & Other	\$ 1,024,304	\$ 1,030,608	\$ 1,066,175	\$ 1,178,892	\$ 1,178,892	\$ -
Total Revenue	\$ 151,855,979	\$ 157,240,960	\$ 159,659,298	\$ 165,901,888	\$ 166,293,763	\$ 391,875
Expenditures						
Basic Programs	\$ 80,665,139	\$ 80,251,675	\$ 82,398,229	\$ 82,317,335	\$ 82,317,335	\$ -
Added Needs	\$ 16,290,150	\$ 17,376,456	\$ 18,587,242	\$ 19,319,126	\$ 19,305,937	\$ (13,189)
Adult & Community Ed	\$ 161,356	\$ 146,193	\$ 181,123	\$ 188,110	\$ 180,563	\$ (7,547)
Total Instructional	\$ 97,116,645	\$ 97,774,324	\$ 101,166,594	\$ 101,824,571	\$ 101,803,835	\$ (20,736)
Pupil Services	\$ 13,873,997	\$ 14,942,310	\$ 15,845,200	\$ 16,094,338	\$ 16,102,159	\$ 7,821
Instructional Staff Services	\$ 5,001,950	\$ 5,790,599	\$ 6,103,383	\$ 6,565,661	\$ 6,653,440	\$ 87,779
General Administration	\$ 784,285	\$ 864,533	\$ 816,524	\$ 831,763	\$ 831,763	\$ -
School Administration	\$ 9,462,959	\$ 9,853,771	\$ 10,057,894	\$ 9,947,112	\$ 9,968,112	\$ 21,000
Business Administration	\$ 1,986,161	\$ 2,174,328	\$ 2,351,467	\$ 2,395,141	\$ 2,395,141	\$ -
Operations & Maintenance	\$ 10,759,290	\$ 11,277,484	\$ 11,756,210	\$ 11,993,611	\$ 11,992,506	\$ (1,105)
Transportation	\$ 4,289,685	\$ 4,671,785	\$ 4,885,004	\$ 4,950,424	\$ 4,951,441	\$ 1,017
Other Central Services	\$ 3,507,565	\$ 3,698,749	\$ 4,185,369	\$ 4,141,605	\$ 4,141,605	\$ -
Other Support (Portion Athletics, CTE)	\$ 2,131,894	\$ 2,304,460	\$ 2,339,078	\$ 2,411,417	\$ 2,411,417	\$ -
Total Supporting Services	\$ 51,797,786	\$ 55,578,019	\$ 58,340,129	\$ 59,331,072	\$ 59,447,584	\$ 116,512
Total Community Services	\$ 973,759	\$ 1,006,651	\$ 1,202,758	\$ 1,138,773	\$ 1,138,383	\$ (390)
Outgoing Transfers & Other	\$ 925,074	\$ 946,942	\$ 987,275	\$ 4,939,315	\$ 5,239,315	\$ 300,000
Total Expenditures	\$ 150,813,264	\$ 155,305,936	\$ 161,696,756	\$ 167,233,731	\$ 167,629,117	\$ 395,386
Total Revenues Over/<Under> Expenditures	\$ 1,042,715	\$ 1,935,024	\$ (2,037,458)	\$ (1,331,843)	\$ (1,335,354)	\$ (3,511)
Beginning Fund Equity	25,499,525	26,542,240	26,714,015	28,477,264	28,477,264	
Ending Fund Equity	\$ 26,542,240	\$ 28,477,264	\$ 24,676,557	\$ 27,145,421	\$ 27,141,910	

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