

MEMORANDUM**G.10. Approve 2022/2023 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, Cooperative Activities Fund, and Student/School Activity Fund budgets for the 2022/2023 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 2022/2023 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 2022/2023 be adopted as follows:

Revenue	
Local	\$18,456,441
State	145,877,703
Federal	7,040,238
Interdistrict	10,893,895
Transfers & Others	1,503,115
Total Revenue	\$183,771,392
Estimated Fund Balance July 1, 2022	\$31,926,744
Total Available to Appropriate	\$215,698,136

BE IT FURTHER RESOLVED, that \$184,279,059 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	\$88,881,716
Added Needs	26,220,364
Adult and Continuing Education	155,846

Support Services	
Pupil	17,591,291
Instructional Staff	8,072,443
General Administration	930,098
School Administration	11,059,080
Business	2,981,476
Operations & Maintenance	13,845,284
Transportation	5,400,408
Central	4,747,905
Other Support (Athletics, CTE)	2,541,448
Community Services	808,806
Outgoing Transfers & Other	1,042,894
Total Appropriated	\$184,279,059

Estimated Fund Balance June 30, 2023 \$31,419,077

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 2022/2023 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 2022/2023 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 2022/2023 be adopted as follows:

Revenue	
Local	\$2,165,000
State	125,011
Federal	2,559,043
Transfers & Other	0
Total Revenue	\$4,849,054

Estimated Fund Balance July 1, 2022 \$2,397,390

Total Available to Appropriate \$7,246,444

BE IT FURTHER RESOLVED, that \$5,165,964 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	\$1,428,825
Employee Benefits	903,479
Food Purchases	2,273,660
Other	310,000
Capital Outlay	0
Outgoing Transfers	250,000
Total Appropriated	\$5,165,964
Estimated Fund Balance June 30, 2023	\$2,080,480

RESOLVED, that this resolution shall be the Community Services Childcare Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2022/2023 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 2022/2023 be adopted as follows:

Revenue	
Local	\$825,415
State	0
Federal	\$1,121,301
Transfers & Other	0
Total Revenue	\$1,946,716
Estimated Fund Balance July 1, 2022	\$635,272
Total Available to Appropriate	\$2,581,988

BE IT FURTHER RESOLVED that \$1,175,938 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	\$961,568
Outgoing Transfers	\$224,370
Total Appropriated	\$1,185,938
Estimated Fund Balance June 30, 2023	\$1,396,050

RESOLVED, that this resolution shall be the Cooperative Activities Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2022/2023 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 2022/2023 be adopted as follows:

Revenue	
Local	\$0
State	0
Federal	0
Interdistrict	\$3,161,191
Incoming Transfers & Fund Modifications	\$1,027,893
Total Revenue	\$4,189,084
Estimated Fund Balance July 1, 2022	\$19,355,055
Total Available to Appropriate	\$23,544,139

BE IT FURTHER RESOLVED that \$5,764,502 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	\$1,401,284
Support Services	\$341,334
Payments to Other Schools	\$2,993,140
Fund Modifications	\$1,028,744
Total Appropriated	\$5,764,502
Estimated Fund Balance June 30, 2023	\$17,779,637

RESOLVED, that this resolution shall be the Student/School Activity Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2022/2023 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 2022/2023 be adopted as follows:

Revenue	
Revenue	\$4,600,000
Total Revenue	\$4,600,000
Estimated Fund Balance July 1, 2022	\$1,997,069
Total Available to Appropriate	\$6,597,069

BE IT FURTHER RESOLVED that \$4,600,000 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	\$4,600,000
Total Appropriated	\$4,600,000
Estimated Fund Balance June 30, 2023	\$1,997,069

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, 2022.

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 2022-23 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 280 FTE based upon the current staffing model
- Anticipated School Aid increase of \$435 per pupil (\$9,135 per pupil) per the Governor's budget proposal
- Decrease of 2021-22 ESSER Funds of about \$21.9 million used during the 2021-22 school year
- Restores local property taxes and enhancement millage funds of \$20.3 million, previously transferred to support the Student Intervention Program in 2021-22
- Retirement cost offset revenue funds of an additional \$198,000
- Review and adjustments of other revenue sources as appropriate

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

- Assumes 2nd year impact of labor agreements
- Net wage increase of \$360,655; combines adjustments for retirements, vacancies, stipend reduction and schedule movement
- Retirement cost offset expenditure funding of \$198,000
- UAAL retirement expense alignment 15.05% to 16.65%
- 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 \$183,771,392 and projected expenditures of \$184,279,059 for a budgeted operating deficit of (\$507,667) decreasing fund balance to \$31,419,077.

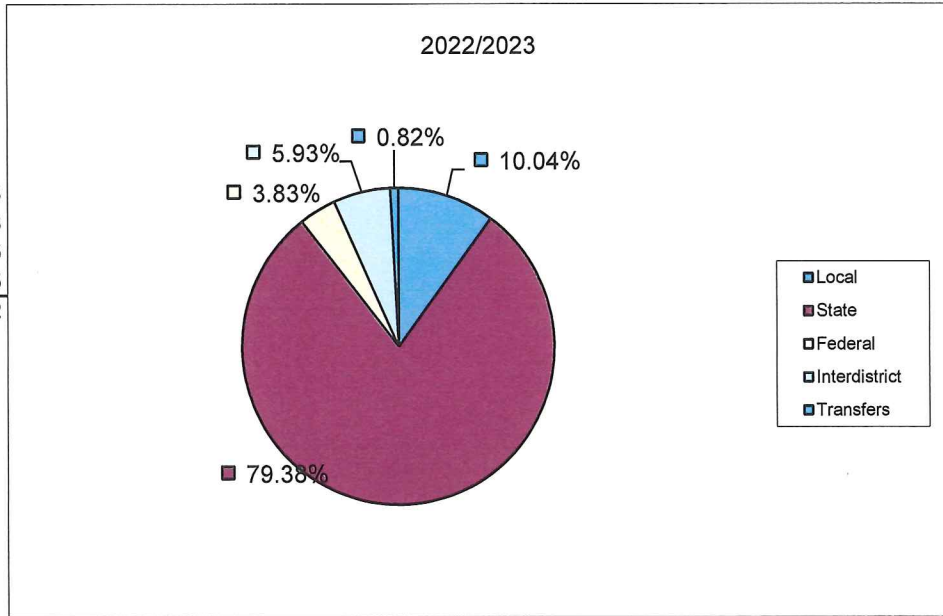
CHIPPEWA VALLEY SCHOOLS
2022-2023 ORIGINAL
GENERAL FUND BUDGET

	2020-21 Audited <u>Actual</u>	2021-22 3rd Amended <u>Budget</u> June 6, 2022	2022-23 Original <u>Budget</u> June 20, 2022	2022-23 Original 2021-22 3rd Amended <u>Difference</u>
Revenue				
Local (1)	\$ 25,877,450	\$ 5,783,453	\$ 18,456,441	\$ 12,672,988
State	\$ 140,261,671	\$ 142,496,980	\$ 145,877,703	\$ 3,380,723
Federal	\$ 13,110,784	\$ 28,843,992	\$ 7,040,238	\$ (21,803,754)
Interdistrict	\$ -	\$ 3,187,785	\$ 10,893,895	\$ 7,706,110
Incoming Transfers & Other	\$ 920,172	\$ 2,298,904	\$ 1,503,115	\$ (795,789)
Total Revenue	\$ 180,170,077	\$ 182,611,114	\$ 183,771,392	\$ 1,160,278
Expenditures				
Basic Programs	\$ 94,989,375	\$ 87,803,478	\$ 88,881,716	\$ 1,078,238
Added Needs	\$ 22,324,742	\$ 25,560,534	\$ 26,220,364	\$ 659,830
Adult & Community Ed	\$ 166,878	\$ 149,394	\$ 155,846	\$ 6,452
Total Instructional	\$ 117,480,995	\$ 113,513,406	\$ 115,257,926	\$ 1,744,520
Pupil Services	\$ 16,434,289	\$ 17,619,754	\$ 17,591,291	\$ (28,463)
Instructional Staff Services	\$ 6,512,758	\$ 9,053,636	\$ 8,072,443	\$ (981,193)
General Administration	\$ 879,669	\$ 910,657	\$ 930,098	\$ 19,441
School Administration	\$ 10,440,303	\$ 11,002,774	\$ 11,059,080	\$ 56,306
Business Administration	\$ 2,167,253	\$ 2,980,886	\$ 2,981,476	\$ 590
Operations & Maintenance	\$ 11,535,427	\$ 12,840,032	\$ 13,845,284	\$ 1,005,252
Transportation	\$ 4,039,266	\$ 5,209,377	\$ 5,400,408	\$ 191,031
Other Central Services	\$ 4,072,243	\$ 4,557,671	\$ 4,747,905	\$ 190,234
Other Support (Portion Athletics, CTE)	\$ 2,170,520	\$ 2,510,310	\$ 2,541,448	\$ 31,138
Total Supporting Services	\$ 58,251,728	\$ 66,685,097	\$ 67,169,433	\$ 484,336
Total Community Services	\$ 535,741	\$ 837,390	\$ 808,806	\$ (28,584)
Outgoing Transfers & Other	\$ 1,489,483	\$ 2,042,894	\$ 1,042,894	\$ (1,000,000)
Total Expenditures	\$ 177,757,947	\$ 183,078,787	\$ 184,279,059	\$ 1,200,272
Total Revenues Over/<Under> Expenditures	\$ 2,412,130	\$ (467,673)	\$ (507,667)	\$ (39,994)
Beginning Fund Equity	\$ 29,982,287	\$ 32,394,417	\$ 31,926,744	
Ending Fund Equity	\$ 32,394,417	\$ 31,926,744	\$ 31,419,077	

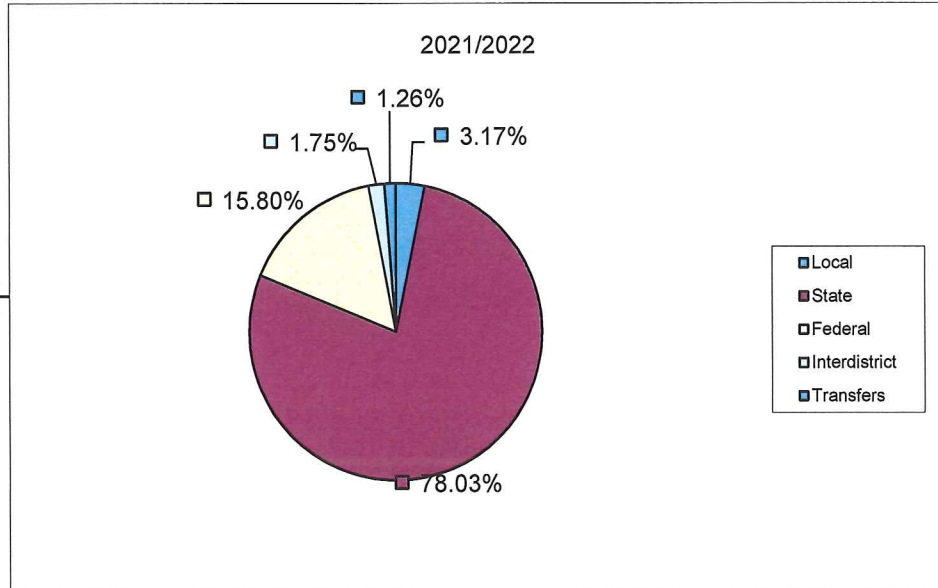
(1) Includes 18.00 Mill Non-Homestead Property Tax Levy for operational purposes.

**Chippewa Valley Schools
Revenue Comparison**

	Original 2022/2023
Local	\$ 18,456,441
State	\$ 145,877,703
Federal	\$ 7,040,238
Interdistrict	\$ 10,893,895
Transfers	\$ 1,503,115
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	\$ 183,771,392

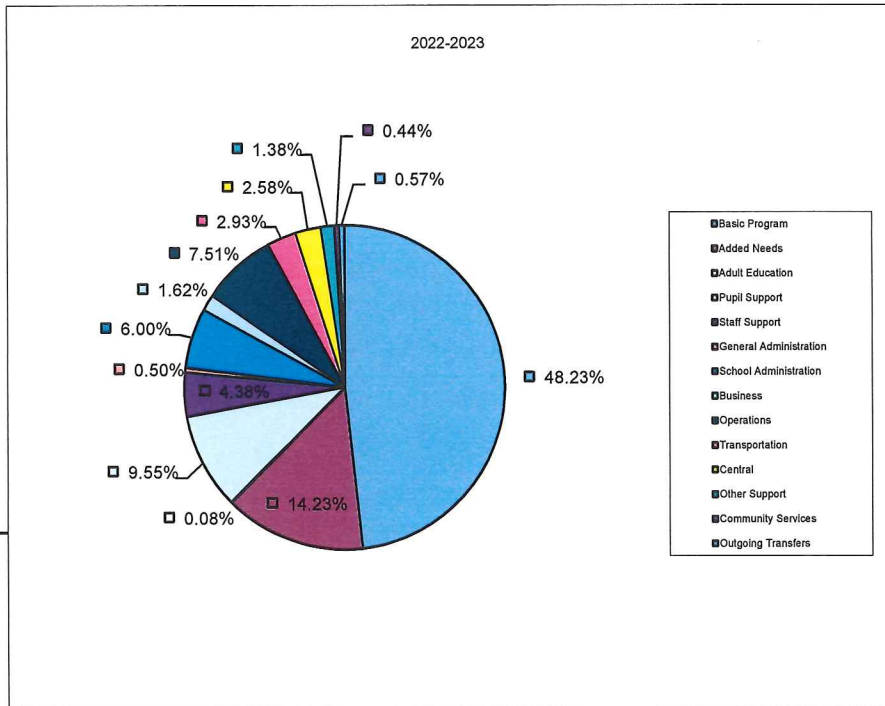


	Final Amended 2021/2022
Local	\$ 5,783,453
State	\$ 142,496,980
Federal	\$ 28,843,992
Interdistrict	\$ 3,187,785
Transfers	\$ 2,298,904
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	\$ 182,611,114

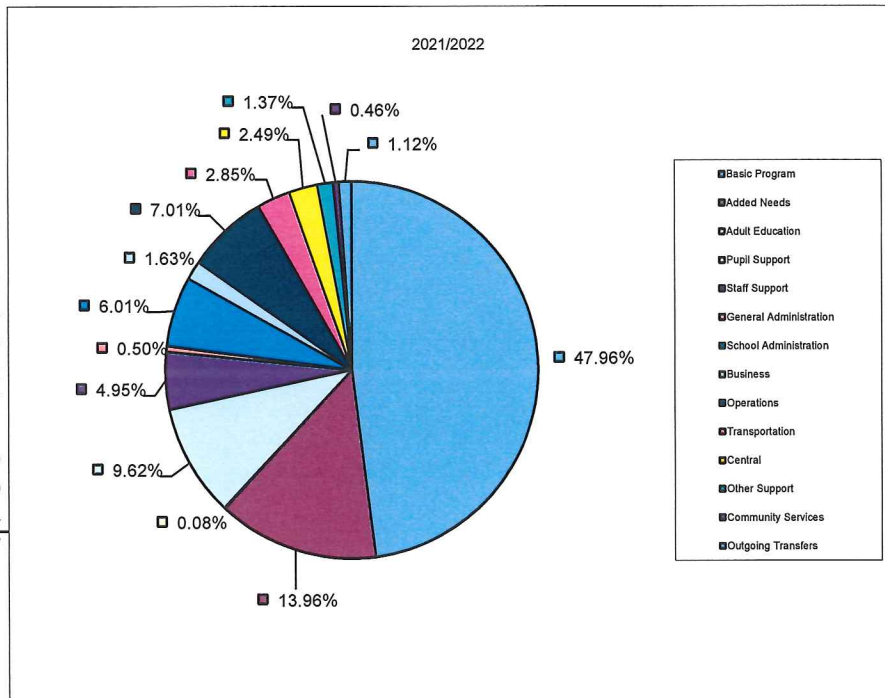


**Chippewa Valley Schools
Expenditure Comparison by Function**

	Original 2022/2023
Basic Program	\$ 88,881,716
Added Needs	\$ 26,220,364
Adult Education	\$ 155,846
Pupil Support	\$ 17,591,291
Staff Support	\$ 8,072,443
General Administration	\$ 930,098
School Administration	\$ 11,059,080
Business	\$ 2,981,476
Operations	\$ 13,845,284
Transportation	\$ 5,400,408
Central	\$ 4,747,905
Other Support	\$ 2,541,448
Community Services	\$ 808,806
Outgoing Transfers	\$ 1,042,894
	<u>\$ 184,279,059</u>



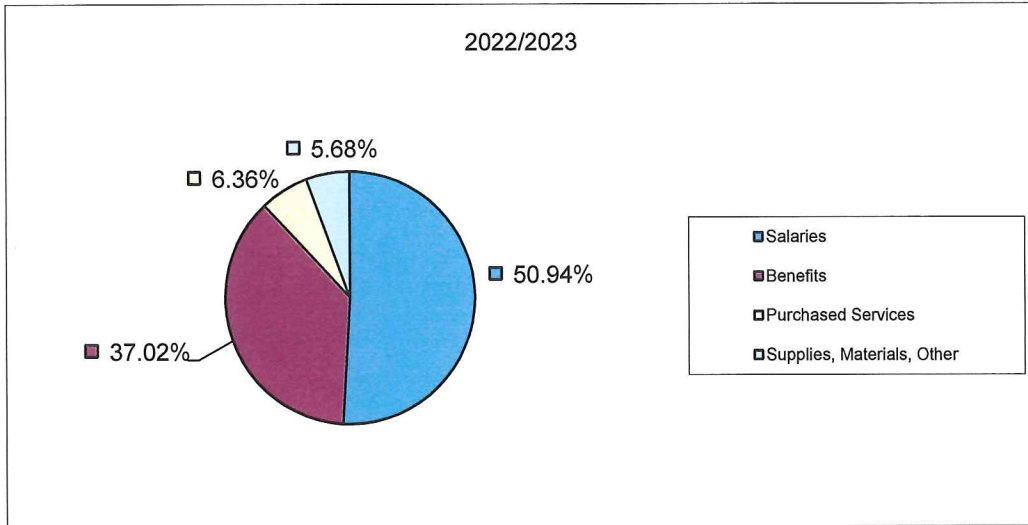
	Final Amended 2021/2022
Basic Program	\$ 87,803,478
Added Needs	\$ 25,560,534
Adult Education	\$ 149,394
Pupil Support	\$ 17,619,754
Staff Support	\$ 9,053,636
General Administration	\$ 910,657
School Administration	\$ 11,002,774
Business	\$ 2,980,886
Operations	\$ 12,840,032
Transportation	\$ 5,209,377
Central	\$ 4,557,671
Other Support	\$ 2,510,310
Community Services	\$ 837,390
Outgoing Transfers	\$ 2,042,894
	<u>\$ 183,078,787</u>



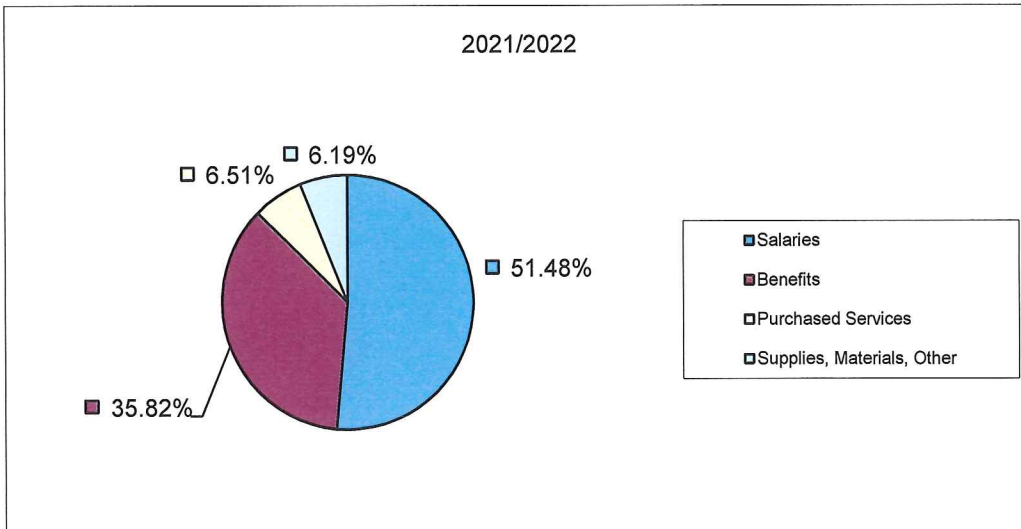
Note: Other Support Includes Athletics and CTE

**Chippewa Valley Schools
Expenditure Comparison by Object**

	Original 2022/2023
Salaries	\$ 93,880,392
Benefits	\$ 68,218,118
Purchased Services	\$ 11,719,556
Supplies, Materials, Other	\$ 10,460,993
	<u>\$ 184,279,059</u>



	Final Amended 2021/2022
Salaries	\$ 94,241,047
Benefits	\$ 65,587,091
Purchased Services	\$ 11,917,085
Supplies, Materials, Other	\$ 11,333,564
	<u>\$ 183,078,787</u>



CHIPPEWA VALLEY SCHOOLS
 2022-2023 ORIGINAL
 SPECIAL REVENUE FUND
 FOOD SERVICES BUDGET

	2020-21 Audited Actual	2021-22 3rd Amended Budget June 6, 2022	2022-23 Original Budget June 20, 2022	2022-23 Original 2021-22 3rd Amended Difference
Revenue				
Local	\$ 162,127	\$ 713,000	\$ 2,165,000	\$ 1,452,000
State	\$ 123,094	\$ 125,011	\$ 125,011	\$ -
Federal	\$ 2,164,110	\$ 6,710,413	\$ 2,559,043	\$ (4,151,370)
Incoming Transfers & Other	\$ 170,000	\$ -	\$ -	\$ -
Total Revenue	\$ 2,619,331	\$ 7,548,424	\$ 4,849,054	\$ (2,699,370)
Expenditures				
Wages	\$ 1,129,171	\$ 1,403,300	\$ 1,428,825	\$ 25,525
Employee Benefits	\$ 699,488	\$ 833,672	\$ 903,479	\$ 69,807
Food Purchases	\$ 830,595	\$ 2,913,903	\$ 2,273,660	\$ (640,243)
Other	\$ 164,350	\$ 310,000	\$ 310,000	\$ -
Capital Outlay	\$ -	\$ 376,400	\$ -	\$ (376,400)
Outgoing Transfers	\$ -	\$ 250,000	\$ 250,000	\$ -
Total Food Service	\$ 2,823,604	\$ 6,087,275	\$ 5,165,964	\$ (921,311)
Total Revenues Over/<Under> Expenditures	\$ (204,273)	\$ 1,461,149	\$ (316,910)	\$ (1,778,059)
Beginning Fund Equity	\$ 1,140,514	\$ 936,241	\$ 2,397,390	
Ending Fund Equity	\$ 936,241	\$ 2,397,390	\$ 2,080,480	

CHIPPEWA VALLEY SCHOOLS
 2022-2023 ORIGINAL
 SPECIAL REVENUE FUND
 COMMUNITY SERVICES CHILDCARE BUDGET

	2020-21 Audited <u>Actual</u>	2021-22 3rd Amended <u>Budget</u> June 6, 2022	2022-23 Original <u>Budget</u> June 20, 2022	2022-23 Original 2021-22 3rd Amended <u>Difference</u>
Revenue				
Local	\$ 199,464	\$ 825,415	\$ 825,415	\$ -
Federal	\$ -	\$ 1,758,801	\$ 1,121,301	\$ (637,500)
Incoming Transfers & Other	\$ 250,303	\$ -	\$ -	\$ -
Total Revenue	\$ 449,767	\$ 2,584,216	\$ 1,946,716	\$ (637,500)
Expenditures				
Wages/Purchased Services/Supplies,Materials	\$ 449,767	\$ 928,785	\$ 961,568	\$ 32,783
	\$ 449,767	\$ 928,785	\$ 961,568	\$ 32,783
Outgoing Transfers & Other	\$ -	\$ 1,020,159	\$ 224,370	\$ (795,789)
Total Expenditures	\$ 449,767	\$ 1,948,944	\$ 1,185,938	\$ (795,789)
Total Revenues Over/<Under> Expenditures	\$ -	\$ 635,272	\$ 760,778	\$ 125,506
Beginning Fund Equity	\$ -	\$ -	\$ 635,272	
Ending Fund Equity	\$ -	\$ 635,272	\$ 1,396,050	

CHIPPEWA VALLEY SCHOOLS
 2022-2023 ORIGINAL
 COOPERATIVE ACTIVITIES FUND
 INTERNATIONAL ACADEMY OF MACOMB & STUDENT INTERVENTION BUDGET

	2020-21 Audited <u>Actual</u>	2021-22 3rd Amended <u>Budget</u> June 6, 2022	2022-23 Original <u>Budget</u> June 20, 2022	2022-23 Original 2021-22 3rd Amended <u>Difference</u>
Revenue				
Local (1)	\$ -	\$ 11,961,605	\$ -	\$ (11,961,605)
Interdistrict	\$ -	\$ 7,344,285	\$ -	\$ (7,344,285)
Tuition Schools (2)	\$ 3,378,374	\$ 3,161,191	\$ 3,161,191	\$ -
Fund Modifications	\$ 1,030,200	\$ 1,027,893	\$ 1,027,893	\$ -
Total Revenue	\$ 4,408,574	\$ 23,494,974	\$ 4,189,084	\$ (19,305,890)
Expenditures				
Instruction	\$ 251,312	\$ 673,500	\$ 1,401,284	\$ 727,784
Support Services	\$ 262,660	\$ 341,221	\$ 341,334	\$ 113
Payments to Other Schools	\$ 2,852,360	\$ 2,993,140	\$ 2,993,140	\$ -
Fund Modifications	\$ 920,172	\$ 1,028,744	\$ 1,028,744	\$ -
Total Macomb International Academy	\$ 4,286,504	\$ 5,036,605	\$ 5,764,502	\$ 727,897
Total Revenues Over/<Under> Expenditures	\$ 122,070	\$ 18,458,369	\$ (1,575,418)	\$ 4,690,618
Beginning Fund Equity	\$ 774,616	\$ 896,686	\$ 19,355,055	
Ending Fund Equity	\$ 896,686	\$ 19,355,055	\$ 17,779,637	

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

(2) Interdistrict revenue source

CHIPPEWA VALLEY SCHOOLS
 2022-2023 ORIGINAL
 SPECIAL REVENUE FUND
 STUDENT/SCHOOL ACTIVITY BUDGET

	2020-21 Audited <u>Actual</u>	2021-22 1st Amended <u>Budget</u> January 24, 2022	2022-23 Original <u>Budget</u> June 20, 2022	2022-23 Original 2021-22 1st Amended <u>Difference</u>
Revenue				
Local	\$ 2,047,267	\$ 4,600,000	\$ 4,600,000	\$ -
Incoming Transfers & Other	\$ -	\$ -		\$ -
Total Revenue	\$ 2,047,267	\$ 4,600,000	\$ 4,600,000	\$ -
Expenditures				
Wages/Purchased Services/Supplies,Materials	\$ 2,367,507	\$ 4,600,000	\$ 4,600,000	\$ -
Total Expenditures	\$ 2,367,507	\$ 4,600,000	\$ 4,600,000	\$ -
Total Revenues Over/<Under> Expenditures	\$ (320,240)	\$ -	\$ -	\$ -
Beginning Fund Equity	\$ 2,317,309	\$ 1,997,069	\$ 1,997,069	
Ending Fund Equity	\$ 1,997,069	\$ 1,997,069	\$ 1,997,069	