

REGULAR MEETING

June 09, 2025  
6:30 p.m.

**MEMORANDUM**

**H.2    Approve 2025/2026 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 2025/2026 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 2025/2026 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 2025/2026 be adopted as follows:

Revenue	
Local	\$24,260,819
State	171,156,317
Federal	3,119,859
Interdistrict	16,511,788
Transfers & Others	1,704,988
Total Revenue	\$216,753,771
 Estimated Fund Balance July 1, 2025	 \$44,482,812
 Total Available to Appropriate	 \$261,236,583

BE IT FURTHER RESOLVED, that \$214,622,021 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	\$94,750,254
Added Needs	32,211,186
Adult and Continuing Education	207,698

### Support Services

Pupil	20,965,365
Instructional Staff	9,414,116
General Administration	1,428,396
School Administration	12,428,016
Business	2,815,740
Operations & Maintenance	18,998,339
Transportation	7,089,871
Central	5,299,944
Other Support (Athletics, CTE)	2,794,099
Community Services	1,031,612
Outgoing Transfers & Other	5,187,385
Total Appropriated	\$214,622,021

Estimated Fund Balance June 30, 2026 \$46,614,562

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 2025/2026 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 2025/2026 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 2025/2026 be adopted as follows:

### Revenue

Local	\$646,529
State	3,053,565
Federal	4,801,833
Transfers & Other	0
Total Revenue	\$8,501,927

Estimated Fund Balance July 1, 2025 \$3,340,146

Total Available to Appropriate \$11,842,073

BE IT FURTHER RESOLVED, that \$9,264,663 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	\$2,546,978
Employee Benefits	1,465,263
Food Purchases	3,848,542
Other	653,880
Capital Outlay	500,000
Outgoing Transfers	250,000
Total Appropriated	\$9,264,663
Estimated Fund Balance June 30, 2026	\$2,577,410

RESOLVED, that this resolution shall be the Community Services Childcare Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2025/2026 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 2025/2026 be adopted as follows:

Revenue	
Local	\$1,860,500
State	0
Federal	0
Transfers & Other	0
Total Revenue	\$1,860,500
Estimated Fund Balance July 1, 2025	\$995,510
Total Available to Appropriate	\$2,856,010

BE IT FURTHER RESOLVED that \$1,884,470 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	\$1,568,600
Outgoing Transfers	\$315,870
Total Appropriated	\$1,884,470
Estimated Fund Balance June 30, 2026	\$971,540

RESOLVED, that this resolution shall be the Cooperative Activities Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2025/2026 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 2025/2026 be adopted as follows:

Revenue	
Local	\$779,500
State	0
Federal	0
Interdistrict	\$3,663,898
Incoming Transfers & Fund Modifications	\$1,172,385
Total Revenue	\$5,615,783
Estimated Fund Balance July 1, 2025	\$17,128,864
Total Available to Appropriate	\$22,744,647

BE IT FURTHER RESOLVED that \$9,017,611 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	\$4,436,500
Support Services	\$434,200
Payments to Other Schools	\$3,007,793
Fund Modifications	\$1,139,118
Total Appropriated	\$9,017,611
Estimated Fund Balance June 30, 2026	\$13,727,036

RESOLVED, that this resolution shall be the Student/School Activity Fund Appropriation Act of Chippewa Valley Schools for fiscal year 2025/2026 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 2025/2026 be adopted as follows:

Revenue	
Revenue	\$6,100,000
Total Revenue	\$6,100,000
Estimated Fund Balance July 1, 2025	\$2,383,370
Total Available to Appropriate	\$8,483,370

BE IT FURTHER RESOLVED that \$6,100,000 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	\$6,100,000
Total Appropriated	\$6,100,000
Estimated Fund Balance June 30, 2026	\$2,383,370

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, 2025.

**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 2025/26 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 197 FTE based upon Plante Moran Realpoint consulting
- Anticipated School Aid increase of \$392 per pupil (\$10,000 per pupil)
- Net impact of the Special Ed. cost reimbursement and Headlee Funding prior year adjustment
- Net impact of MISD Special Ed. and Enhancement millage funds
- Decrease 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 1<sup>st</sup> year into labor agreements, including schedule movement
- Combines adjustments for retirements, new hires, and vacancies
- Impact of removing the early retirement incentive program costs implemented in 2021
- 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 \$216,753,771 and projected expenditures of \$214,622,021 for a budgeted operating surplus of \$2,131,750, increasing fund balance to \$46,614,562.

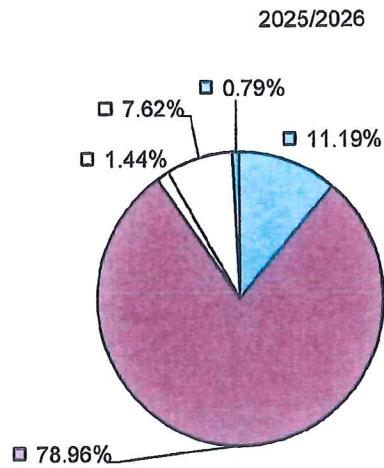
CHIPPEWA VALLEY SCHOOLS  
2025-2026 ORIGINAL  
GENERAL FUND BUDGET

	2023-24 Audited <u>Actual</u>	2024-25 2nd Amended <u>Budget</u> May 19, 2025	2025-26 Original <u>Budget</u> June 9, 2025	2025-26 Original 2024-25 2nd Amended <u>Difference</u>
Revenue				
Local (1)	\$ 21,256,171	\$ 23,571,559	\$ 24,260,819	\$ 689,260
State	\$ 172,982,076	\$ 173,110,076	\$ 171,156,317	\$ (1,953,759)
Federal	\$ 7,494,467	\$ 8,281,695	\$ 3,119,859	\$ (5,161,836)
Interdistrict	\$ 11,156,094	\$ 11,474,860	\$ 16,511,788	\$ 5,036,928
Incoming Transfers & Other	\$ 1,770,142	\$ 1,854,988	\$ 1,704,988	\$ (150,000)
Total Revenue	\$ 214,658,950	\$ 218,293,178	\$ 216,753,771	\$ (1,539,407)
Expenditures				
Basic Programs	\$ 93,973,955	\$ 95,042,647	\$ 94,750,254	\$ (292,393)
Added Needs	\$ 32,708,644	\$ 32,493,296	\$ 32,211,186	\$ (282,110)
Adult & Community Ed	\$ 108,074	\$ 203,857	\$ 207,698	\$ 3,841
Total Instructional	\$ 126,790,673	\$ 127,739,800	\$ 127,169,138	\$ (570,662)
Pupil Services	\$ 20,583,122	\$ 21,250,662	\$ 20,965,365	\$ (285,297)
Instructional Staff Services	\$ 8,264,505	\$ 9,700,484	\$ 9,414,116	\$ (286,368)
General Administration	\$ 1,164,612	\$ 1,350,009	\$ 1,428,396	\$ 78,387
School Administration	\$ 12,296,810	\$ 12,261,076	\$ 12,428,016	\$ 166,940
Business Administration	\$ 2,584,433	\$ 2,773,457	\$ 2,815,740	\$ 42,283
Operations & Maintenance	\$ 17,308,572	\$ 18,531,999	\$ 18,998,339	\$ 466,340
Transportation	\$ 6,351,716	\$ 6,502,725	\$ 7,089,871	\$ 587,146
Other Central Services	\$ 5,226,897	\$ 5,539,774	\$ 5,299,944	\$ (239,830)
Other Support (Portion Athletics, CTE)	\$ 2,731,759	\$ 2,808,336	\$ 2,794,099	\$ (14,237)
Total Supporting Services	\$ 76,512,426	\$ 80,718,522	\$ 81,233,886	\$ 515,364
Total Community Services	\$ 856,919	\$ 1,031,048	\$ 1,031,612	\$ 564
Outgoing Transfers & Other	\$ 6,442,909	\$ 5,187,385	\$ 5,187,385	\$ -
Total Expenditures	\$ 210,602,927	\$ 214,676,755	\$ 214,622,021	\$ (54,734)
Total Revenues Over/<Under> Expenditures	\$ 4,056,023	\$ 3,616,423	\$ 2,131,750	\$ (1,484,673)
Beginning Fund Equity	\$ 36,810,366	\$ 40,866,389	\$ 44,482,812	
Ending Fund Equity	\$ 40,866,389	\$ 44,482,812	\$ 46,614,562	

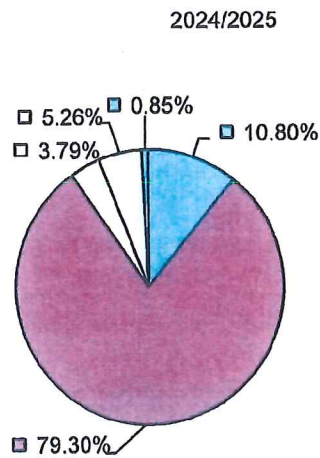
(1) Includes 18.00 Mill Non-Homestead Property Tax Levy for operational purposes.

# Chippewa Valley Schools Revenue Comparison

	Original 2025/2026
Local	\$ 24,260,819
State	\$ 171,156,317
Federal	\$ 3,119,859
Interdistrict	\$ 16,511,788
Transfers	\$ 1,704,988
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	\$ 216,753,771



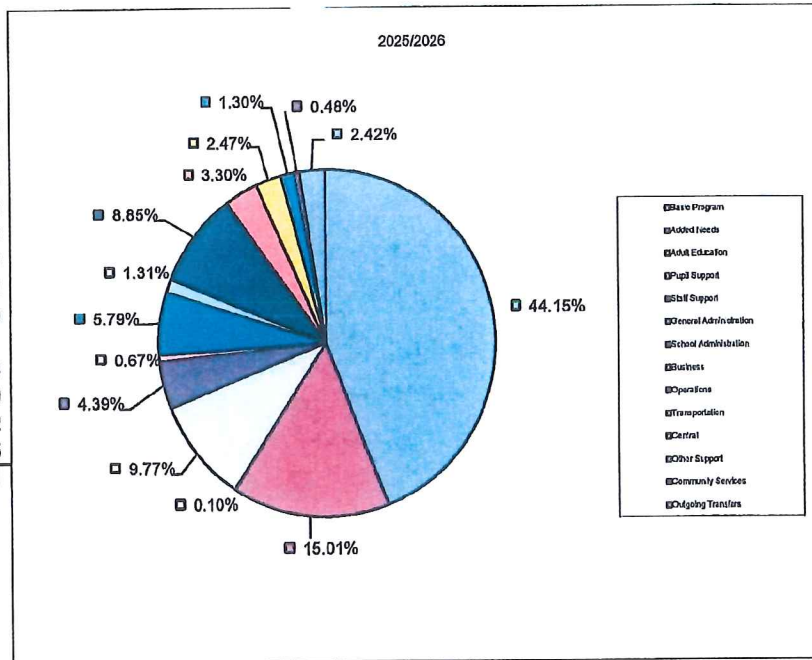
	Final Amended 2024/2025
Local	\$ 23,571,559
State	\$ 173,110,076
Federal	\$ 8,281,695
Interdistrict	\$ 11,474,860
Transfers	\$ 1,854,988
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	\$ 218,293,178



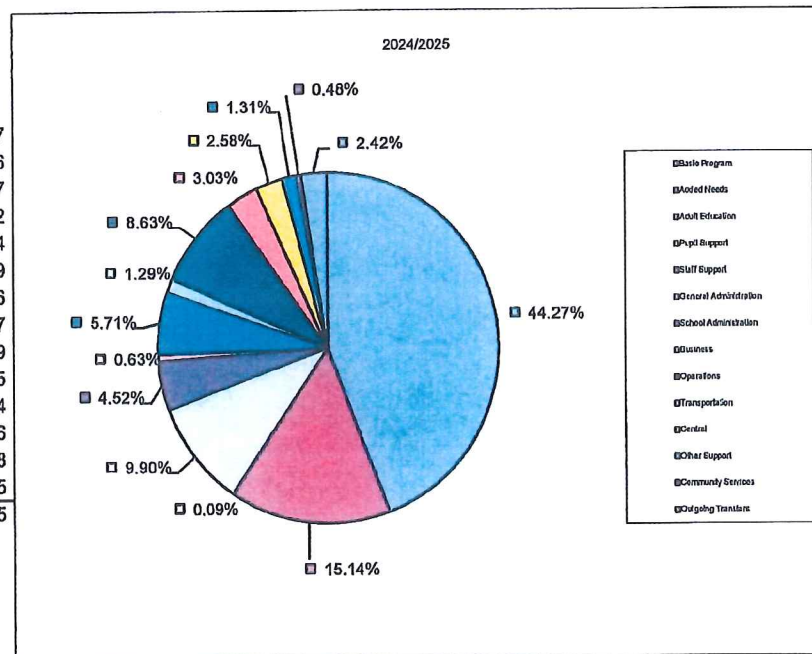


**Chippewa Valley Schools  
Expenditure Comparison by Function**

	Original 2025/2026
Basic Program	\$ 94,750,254
Added Needs	\$ 32,211,186
Adult Education	\$ 207,698
Pupil Support	\$ 20,965,365
Staff Support	\$ 9,414,116
General Administration	\$ 1,428,396
School Administration	\$ 12,428,016
Business	\$ 2,815,740
Operations	\$ 18,998,339
Transportation	\$ 7,089,871
Central	\$ 5,299,944
Other Support	\$ 2,794,099
Community Services	\$ 1,031,612
Outgoing Transfers	\$ 5,187,385
	<b>\$ 214,622,021</b>



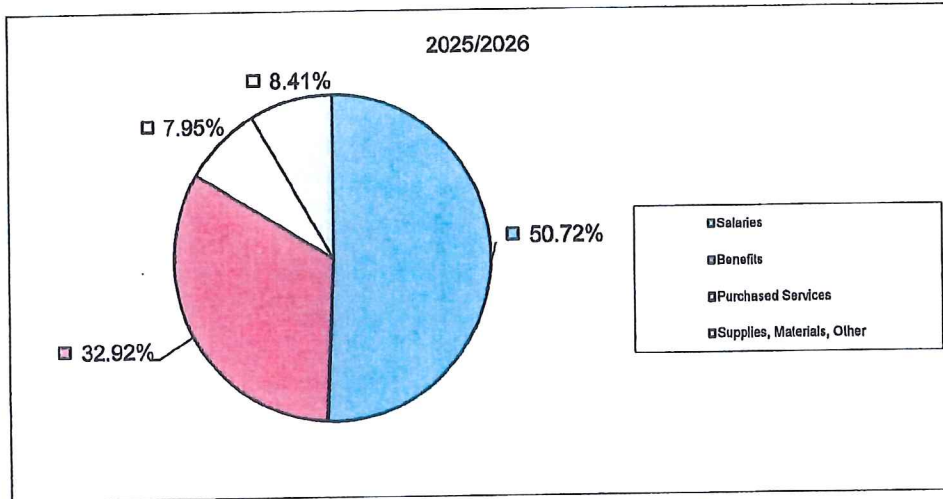
	Final Amended 2024/2025
Basic Program	\$ 95,042,647
Added Needs	\$ 32,493,296
Adult Education	\$ 203,857
Pupil Support	\$ 21,250,662
Staff Support	\$ 9,700,484
General Administration	\$ 1,350,009
School Administration	\$ 12,261,076
Business	\$ 2,773,457
Operations	\$ 18,531,999
Transportation	\$ 6,502,725
Central	\$ 5,539,774
Other Support	\$ 2,808,336
Community Services	\$ 1,031,048
Outgoing Transfers	\$ 5,187,385
	<b>\$ 214,676,755</b>



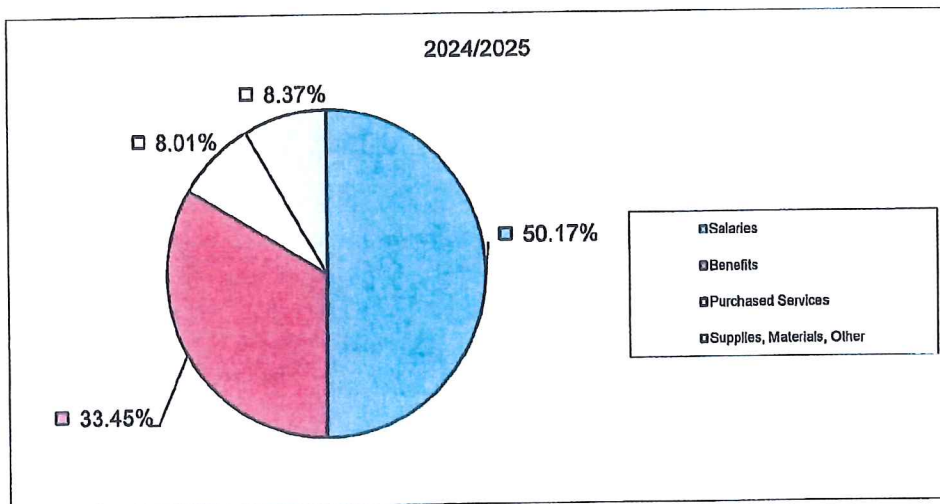
Note: Other Support Includes Athletics and CTE

**Chippewa Valley Schools  
Expenditure Comparison by Object**

	<b>Original 2025/2026</b>
Salaries	\$ 108,857,999
Benefits	\$ 70,652,882
Purchased Services	\$ 17,060,449
Supplies, Materials, Other	\$ 18,050,691
	<u>\$ 214,622,021</u>



	<b>Final Amended 2024/2025</b>
Salaries	\$ 107,699,243
Benefits	\$ 71,817,117
Purchased Services	\$ 17,187,589
Supplies, Materials, Other	\$ 17,972,806
	<u>\$ 214,676,755</u>



CHIPPEWA VALLEY SCHOOLS  
2025-2026 ORIGINAL  
SPECIAL REVENUE FUND  
FOOD SERVICES BUDGET

	2023-24 Audited <u>Actual</u>	2024-25 2nd Amended <u>Budget</u> May 19, 2025	2025-26 Original <u>Budget</u> June 9, 2025	2025-26 Original 2024-25 2nd Amended <u>Difference</u>
Revenue				
Local	\$ 692,289	\$ 646,529	\$ 646,529	\$ -
State	\$ 3,143,779	\$ 2,956,317	\$ 3,053,565	\$ 97,248
Federal	\$ 5,277,690	\$ 4,591,103	\$ 4,801,833	\$ 210,730
Incoming Transfers & Other	\$ -	\$ -	\$ -	\$ -
Total Revenue	\$ 9,113,758	\$ 8,193,949	\$ 8,501,927	\$ 307,978
Expenditures				
Wages	\$ 2,308,637	\$ 2,375,097	\$ 2,546,978	\$ 171,881
Employee Benefits	\$ 1,175,062	\$ 1,208,093	\$ 1,465,263	\$ 257,170
Food Purchases	\$ 3,637,536	\$ 3,652,011	\$ 3,848,542	\$ 196,531
Other	\$ 573,818	\$ 638,880	\$ 653,880	\$ 15,000
Capital Outlay	\$ 377,783	\$ 1,000,000	\$ 500,000	\$ (500,000)
Outgoing Transfers	\$ 400,000	\$ 400,000	\$ 250,000	\$ (150,000)
Total Expenditures	\$ 8,472,836	\$ 9,274,081	\$ 9,264,663	\$ (9,418)
Total Revenues Over/<Under> Expenditures	\$ 640,922	\$ (1,080,132)	\$ (762,736)	\$ 317,396
Beginning Fund Equity	\$ 3,779,366	\$ 4,420,278	\$ 3,340,146	
Ending Fund Equity	\$ 4,420,278	\$ 3,340,146	\$ 2,577,410	

CHIPPEWA VALLEY SCHOOLS  
2025-2026 ORIGINAL  
SPECIAL REVENUE FUND  
COMMUNITY SERVICES CHILDCARE BUDGET

	2023-24 Audited <u>Actual</u>	2024-25 2nd Amended <u>Budget</u> May 19, 2025	2025-26 Original <u>Budget</u> June 9, 2025	2025-26 Original 2024-25 2nd Amended <u>Difference</u>
Revenue				
Local	\$ 1,544,042	\$ 1,860,500	\$ 1,860,500	\$ -
State	\$ -	\$ 26,795	\$ -	\$ (26,795)
Federal	\$ -	\$ -	\$ -	\$ -
Incoming Transfers & Other	\$ -	\$ -	\$ -	\$ -
Total Revenue	\$ 1,544,042	\$ 1,887,295	\$ 1,860,500	\$ (26,795)
Expenditures				
Wages/Purchased Services/Supplies, Materials	\$ 1,373,556	\$ 1,504,169	\$ 1,568,600	\$ 64,431
	\$ 1,373,556	\$ 1,504,169	\$ 1,568,600	\$ 64,431
Outgoing Transfers & Other	\$ 253,710	\$ 315,870	\$ 315,870	\$ -
Total Expenditures	\$ 1,627,266	\$ 1,820,039	\$ 1,884,470	\$ 64,431
Total Revenues Over/<Under> Expenditures	\$ (83,224)	\$ 67,256	\$ (23,970)	\$ (91,226)
Beginning Fund Equity	\$ 1,011,478	\$ 928,254	\$ 995,510	
Ending Fund Equity	\$ 928,254	\$ 995,510	\$ 971,540	

CHIPPEWA VALLEY SCHOOLS  
2025-2026 ORIGINAL  
COOPERATIVE ACTIVITIES FUND  
INTERNATIONAL ACADEMY OF MACOMB & STUDENT INTERVENTION BUDGET

	2023-24 Audited <u>Actual</u>	2024-25 2nd Amended <u>Budget</u> May 19, 2025	2025-26 Original <u>Budget</u> June 9, 2025	2025-26 Original 2024-25 2nd Amended <u>Difference</u>
Revenue				
Local	\$ 889,737	\$ 918,500	\$ 779,500	\$ (139,000)
Interdistrict	\$ -	\$ -	\$ -	\$ -
Tuition Schools (1)	\$ 3,613,731	\$ 3,663,898	\$ 3,663,898	\$ -
Fund Modifications	\$ 2,427,909	\$ 1,172,385	\$ 1,172,385	\$ -
Total Revenue	\$ 6,931,377	\$ 5,754,783	\$ 5,615,783	\$ (139,000)
Expenditures				
Instruction	\$ 1,540,940	\$ 4,619,623	\$ 4,436,500	\$ (183,123)
Support Services	\$ 433,533	\$ 434,200	\$ 434,200	\$ -
Payments to Other Schools	\$ 3,321,601	\$ 3,007,793	\$ 3,007,793	\$ -
Fund Modifications	\$ 1,116,432	\$ 1,139,118	\$ 1,139,118	\$ -
Total Expenditures	\$ 6,412,506	\$ 9,200,734	\$ 9,017,611	\$ (183,123)
Total Revenues Over/<Under> Expenditures	\$ 518,871	\$ (3,445,951)	\$ (3,401,828)	\$ 44,123
Beginning Fund Equity	\$ 20,055,944	\$ 20,574,815	\$ 17,128,864	
Ending Fund Equity	\$ 20,574,815	\$ 17,128,864	\$ 13,727,036	

(1) Interdistrict revenue source

CHIPPEWA VALLEY SCHOOLS  
2025-2026 ORIGINAL  
SPECIAL REVENUE FUND  
STUDENT/SCHOOL ACTIVITY BUDGET

	2023-24 Audited <u>Actual</u>	2024-25 Original <u>Budget</u> June 17, 2024	2025-26 Original <u>Budget</u> June 9, 2025	2025-26 Original 2024-25 Original <u>Difference</u>
Revenue				
Local	\$ 5,509,435	\$ 6,067,500	\$ 6,100,000	\$ 32,500
Incoming Transfers & Other	\$ -	\$ -	\$ -	\$ -
Total Revenue	\$ 5,509,435	\$ 6,067,500	\$ 6,100,000	\$ 32,500
Expenditures				
Wages/Purchased Services/Supplies,Materials	\$ 5,487,778	\$ 6,067,500	\$ 6,100,000	\$ 32,500
Total Expenditures	\$ 5,487,778	\$ 6,067,500	\$ 6,100,000	\$ 32,500
Total Revenues Over/<Under> Expenditures	\$ 21,657	\$ -	\$ -	\$ -
Beginning Fund Equity	\$ 2,361,713	\$ 2,383,370	\$ 2,383,370	
Ending Fund Equity	\$ 2,383,370	\$ 2,383,370	\$ 2,383,370	