

**MEMORANDUM****I.4. Approve 2015/2016 Appropriation Act for General Fund Mr. Sederlund**

RECOMMENDED MOTION: "That the following resolution be adopted by the Board of Education to approve the General Fund budget for the 2015/2016 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 2015/2016 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 2015/2016 originally adopted June 15, 2015 and amended on January 11, 2016 be amended as follows:

Revenue	
Local	\$19,063,900
State	125,424,350
Federal	5,711,795
Transfers & Others	714,066
Total Revenue	\$150,914,111
Fund Balance July 1, 2015	\$21,989,812
Total Available to Appropriate	\$172,903,923

BE IT FURTHER RESOLVED, that \$148,664,197 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	\$78,853,130
Added Needs	16,317,935
Adult and Continuing Education	178,547
Support Services	
Pupil	13,535,130
Instructional Staff	4,840,330
General Administration	757,059

School Administration	9,450,569
Business	2,073,278
Operations & Maintenance	10,512,468
Transportation	4,436,687
Central	3,428,729
Other Support (Athletics, CTE)	2,163,480
Community Services	1,139,258
Outgoing Transfers & Other	977,597
<b>Total Appropriated</b>	<b>\$148,664,197</b>
<b>Estimated Fund Balance June 30, 2016</b>	<b>\$24,239,726</b>

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 2015/2016 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.

This appropriation act resolution is to take effect upon adoption by Board of Education.

**RATIONALE:** The administration reviews the budgets and prepares a second amended budget to the General Fund and other funds, if needed, in May or June. The General Fund is the only fund budget being adjusted in the second amendment for the 2015-2016 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.

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

- Removal of the revenue greater than expense distribution as part of negotiated contractual agreements decreased budgeted expenditures by over \$2.6 million.
- Decrease in budgeted expenditures for natural gas and electricity by \$100,000 and \$50,000, respectively, due to a mild winter and conservative initial budgets.
- Increase of State grant revenues received during the school year totaling over \$257,000 along with corresponding increased budgeted expenditure offset.
- Decrease in diesel fuel expenditure budget by approximately \$71,000.

These changes increased projected revenues greater than expenditures from a negative (\$688,550) in the first amended budget to a positive \$2,249,914 in the second amended budget resulting in a projected fund balance of \$24,239,726.

CHIPPEWA VALLEYS SCHOOLS  
2ND AMENDED 2015-2016  
GENERAL FUND BUDGET

	2014-15 Audited <u>Actual</u>	2015-16 Original <u>Budget</u> June 15, 2015	With R > E 2015-16 1st Amended <u>Budget</u> January 11, 2016	With R > E Removed 2015-16 2nd Amended <u>Budget</u> May 16, 2016	2015-16 2nd Amended 2015-16 1st Amended <u>Difference</u>
Revenue					
Local (1)	\$ 18,684,311	\$ 19,167,664	\$ 19,483,019	\$ 19,063,900	\$ (419,119)
State	\$ 122,613,968	\$ 123,598,015	\$ 124,828,522	\$ 125,424,350	\$ 595,828
Federal	\$ 5,081,595	\$ 5,501,809	\$ 5,686,974	\$ 5,711,795	\$ 24,821
Incoming Transfers & Other	\$ 707,494	\$ 732,856	\$ 714,066	\$ 714,066	\$ -
<b>Total Revenue</b>	<b>\$ 147,087,368</b>	<b>\$ 149,000,344</b>	<b>\$ 150,712,581</b>	<b>\$ 150,914,111</b>	<b>\$ 201,530</b>
Expenditures					
Basic Programs	\$ 77,700,308	\$ 79,177,872	\$ 79,860,698	\$ 78,853,130	\$ (1,007,568)
Added Needs	\$ 15,697,241	\$ 16,270,351	\$ 16,691,071	\$ 16,317,935	\$ (373,136)
Adult & Community Ed	\$ 190,308	\$ 166,484	\$ 197,591	\$ 178,547	\$ (19,044)
<b>Total Instructional</b>	<b>\$ 93,587,857</b>	<b>\$ 95,614,707</b>	<b>\$ 96,749,360</b>	<b>\$ 95,349,612</b>	<b>\$ (1,399,748)</b>
Pupil Services	\$ 12,987,549	\$ 13,438,384	\$ 13,944,834	\$ 13,535,130	\$ (409,704)
Instructional Staff Services	\$ 4,507,329	\$ 4,585,709	\$ 4,856,776	\$ 4,840,330	\$ (16,446)
General Administration	\$ 696,175	\$ 748,866	\$ 748,052	\$ 757,059	\$ 9,007
School Administration	\$ 9,131,072	\$ 9,369,508	\$ 9,713,074	\$ 9,450,569	\$ (262,505)
Business Administration	\$ 1,902,546	\$ 2,055,309	\$ 2,169,705	\$ 2,073,278	\$ (96,427)
Operations & Maintenance	\$ 9,967,193	\$ 10,515,982	\$ 10,793,729	\$ 10,512,468	\$ (281,261)
Transportation	\$ 4,233,205	\$ 4,522,792	\$ 4,625,651	\$ 4,436,687	\$ (188,964)
Other Central Services	\$ 3,196,801	\$ 3,302,687	\$ 3,535,120	\$ 3,428,729	\$ (106,391)
Other Support (Portion Athletics, CTE)	\$ 2,080,496	\$ 2,141,806	\$ 2,151,527	\$ 2,163,480	\$ 11,953
<b>Total Supporting Services</b>	<b>\$ 48,702,366</b>	<b>\$ 50,681,043</b>	<b>\$ 52,538,468</b>	<b>\$ 51,197,730</b>	<b>\$ (1,340,738)</b>
<b>Total Community Services</b>	<b>\$ 852,242</b>	<b>\$ 1,013,572</b>	<b>\$ 1,135,706</b>	<b>\$ 1,139,258</b>	<b>\$ 3,552</b>
Outgoing Transfers & Other	\$ 1,030,051	\$ 1,014,618	\$ 977,597	\$ 977,597	\$ -
<b>Total Expenditures</b>	<b>\$ 144,172,516</b>	<b>\$ 148,323,940</b>	<b>\$ 151,401,131</b>	<b>\$ 148,664,197</b>	<b>\$ (2,736,934)</b>
<b>Total Revenues Over/&lt;Under&gt;</b>	<b>\$ 2,914,852</b>	<b>\$ 676,404</b>	<b>\$ (688,550)</b>	<b>\$ 2,249,914</b>	<b>\$ 2,938,464</b>
Beginning Fund Equity	19,074,960	19,669,606	21,989,812	21,989,812	
Ending Fund Equity	\$ 21,989,812	\$ 20,346,010	\$ 21,301,262	\$ 24,239,726	

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