

Enclosure: VI.D.

THE GROSSE POINTE PUBLIC SCHOOL SYSTEM
Grosse Pointe, Michigan

AGNEDA NUMBER AND TITLE VI.D.

2014-15 Budget
Development Parameters

BACKGROUND INFORMATION:

For the past several years the Board of Education, through the Board Treasure, has approved Budget Development Parameters in order to provide the administration guidelines as they develop and bring to the Board the proposed Budgets.

The administration continues to gather and review pertinent information using several sources. These include among other things:

- 1 Enrollment projections
- 2 Updated Budget Model Utility Forecasts
- 3 Foundation allowance changes
- 4 Act 18 changes
- 5 Retirement rate changes
- 6 Federal, State and County grants updates/changes
- 7 Benefit forecasts for health, dental, vision, life and LTD
- 8 Other legislative changes that would impact budgets and forecasts
- 9 State of Michigan Department of Education financial comparison reports

Budget Parameters:

The budget should:

- A) Reflect and affirm the Mission of the Grosse Pointe Public School System and the development of each and every student.
- B) Reflect that the District will not operate as an "Open Enrollment" district.
- C) Operate under its K-5, Middle School and High School program as housed in the current buildings
- D) Offer work/education opportunities in conjunction with the Full Circle Foundation
- E) Reflect current labor and employee contracts

- F) For the various 2013-14 budgets, the Board of Education would like the administration to review and highlight:
- i. any expansion possibilities for tuition based preschool in other locations throughout the district
 - ii. any new technology-related General Fund expenditures in conjunction with the proposed Tech Bond proposals including equipment, staff, professional development
 - iii. any staff changes needed at the two high schools due to the current enrollment differential
 - iv. any changes needed related to the State hours and time requirements
 - v. any other administrative proposals

Administration Budget Recommendations

The first draft of the budget recommendations of the administration should be presented to the Board by April 30, 2014. Included in the first draft should be the following:

- 1) General Fund Budget Model Utility
- 2) Staff Utilization Report
- 3) Enrollment Projections
- 4) Class Size Projections
- 5) Debt Fund budget
- 6) Sinking Fund budget
- 7) School Service Fund budget
- 8) Capital Project Fund budget

Any changes to the various budgets will be made following Board of Education reviews and recommendations. Other changes will also be made based on directives from the State of Michigan. The final budget proposal will be presented for approval by the Board of Education no later than June 30, 2014, including the required Appropriation Act Resolutions for all funds.

REQUEST: That the Board of Education approve the 2014-15 Budget Development Parameters

Submitted by:

Judy Gafa, Board Treasurer

January 27, 2014