

THE GROSSE POINTE PUBLIC SCHOOL SYSTEM
Grosse Pointe, Michigan

VI. D.

AGENDA NUMBER & TITLE: VI. D.

General Appropriations Act Amendment No. 3 (2016-17)

BACKGROUND INFORMATION:

According to Public Act 621 from which the General Appropriations Act is derived there can be no deviation from the original appropriations Act without amending the Act. Specifically, 621 states in Section 17:

"... a deviation from the original general appropriations Act shall not be made without amending the general appropriations act. The legislative body of a local unit shall amend the general appropriations act as soon as it becomes apparent that a deviation from the original general appropriations act is necessary and the amount of the deviation can be determined."

Deviations requested since the budget was approved on April 24, 2017 have been presented as part of the attached General Appropriations Act Amendment No. 3. The following is a summary of the changes:

GENERAL FUND

Revenue & Sources

Local	(\$241,165)	Adjustment to property taxes
State	241,203	Adjustment to State Aid
State	230,295	Increase in adjustment for prior year
Federal	1,000	Adjustment to Medicaid Outreach
Incoming Transfers and Other Transactions	89,000	Adjustments Act 18 & Medicaid
Enhancement Millage	<u>(500,000)</u>	Wayne County Enhancement Millage
	(\$179,667)	Decrease in Revenue

Expenditures

Instruction:

Basic Program	\$946,557	Adjustments salaries and benefits
Added Needs	642,204	Adjustments salaries and benefits
Pupil Services	(178,676)	Adjustments salaries and benefits
Instructional Staff Services	6,168	Miscellaneous adjustments
General Administration	(28,951)	Miscellaneous adjustments
School Administration	(543,277)	Adjustments salaries and benefits
Business Services	98,052	Adjustments salaries and benefits
Operations and Maintenance	(56,179)	Salaries, subs, utilities, miscellaneous
Transportation	26,000	Increase in projected expenses
Central Services	(90,704)	Adjustments salaries and benefits
Athletics	108,905	Salaries, benefits, purchased services
Community Service	<u>30,346</u>	Miscellaneous adjustments
	<u>\$960,445</u>	Increase in Expenditures

SPECIAL REVENUE FUNDS

Revenue & Sources

Local Revenue	-215,369	Change in final estimates
State Revenue	9,770	State prior year adjustment to food service
Federal Revenue	114,550	Changes in food service projections
	<u>(\$91,049)</u>	Decrease in Revenues

Expenditures

Food Service Fund	\$70,960	Change in final estimates
School Services Fund	<u>(\$99,550)</u>	Change in final estimates
	<u>(\$28,590)</u>	Decrease in Expenditures

SINKING FUND

Revenue & Sources

Revenue	(\$53,000)	Adjust projection based on actual to date
Expenditures	\$560,533	Adjust to actual and potential costs to date

DEBT FUND

Revenue & Sources

Revenue and Transfers	\$27,355,751	To reflect refinance proceeds/transfers
Expenditures and Transfers	\$27,241,392	To reflect refinance transfers

REQUEST:

That the Board approve the above listed General Appropriations Act Amendment No. 3 to the General Fund, Special Revenue Funds, Sinking Fund and Debt Fund.

The resolution shall take immediate effect. All other provisions of the Amended Act are to remain the same.

Lisa Abbey
June 26, 2017

2016 - 17

GENERAL APPROPRIATIONS ACT AMENDMENT
(GAAA # 3)

AS AMENDED BY
THE BOARD OF EDUCATION

June 26, 2017

GENERAL APPROPRIATIONS ACT

AS AMENDED JUNE 26, 2017

GENERAL FUND

Revenue		
Local		\$23,115,055
State		67,459,944
Federal		2,678,623
Incoming Transfers and Other Transactions		6,015,400
Enhancement Millage		2,600,000
Total Revenue		<u>\$101,869,022</u>
Beginning Fund Equity July 1, 2016		
Assigned		
Unassigned	6,982,849	
Total Fund Equity		<u>\$6,982,849</u>
Total Available to Appropriate		<u><u>\$108,851,871</u></u>
Expenditures		
Instruction		
Basic Programs		\$52,182,734
Added Needs		12,303,120
Support Services		
Pupil Services		7,710,757
Instruction Staff Services		3,903,366
General Administration		1,007,706
School Administration		6,416,258
Business Services		1,527,606
Operation Maintenance		10,152,780
Transportation		966,000
Central Service		2,964,948
Athletics		1,683,902
Community Services		761,109
Total Appropriated		<u>\$101,580,286</u>
Ending Fund Equity -June 30, 2017		
Unassigned	\$7,271,585	
Total Fund Equity		<u>\$7,271,585</u>
Total Appropriations and Ending Fund Equity		<u><u>\$108,851,871</u></u>

2016 - 17

GENERAL APPROPRIATIONS ACT

AS AMENDED JUNE 26, 2017

SPECIAL REVENUE FUNDS

Revenue

Local		\$2,659,731
State		62,500
Federal		483,842
Total Revenue		<u>\$3,206,073</u>
Beginning Fund Equity July 1, 2016	\$113,036	
Fund Equity Available to Appropriate		\$113,036
Total Available to Appropriate		<u>\$3,319,109</u>
Food Service Fund Expenditures		\$1,141,960
School Services Fund Expenditures		<u>\$2,001,991</u>
Total Appropriated		<u>\$3,143,951</u>
Ending Fund Equity - June 30, 2017		\$175,158
Total Appropriations and Ending Fund Equity		<u>\$3,319,109</u>

2016 - 17

GENERAL APPROPRIATIONS ACT

AS AMENDED JUNE 26, 2017

SINKING FUND

Revenue		
Local		<u>\$2,550,000</u>
Total Revenue		\$2,550,000
Beginning Fund Equity July 1, 2016	(\$314,467)	
Fund Equity Available to Appropriate		(314,467)
Total Available to Appropriate		<u><u>\$2,235,533</u></u>
Expenditures		
Capital Improvements and Repairs		\$3,160,533
Total Appropriated		\$3,160,533
Ending Fund Equity- June 30, 2017*		(\$925,000)

* The ending fund equity will be balanced with the Winter, 2017 tax levy

2016 - 17

GENERAL APPROPRIATIONS ACT

AS AMENDED JUNE 26, 2017

DEBT FUND

Revenue

Local Property Taxes		\$4,198,500
Other Local Sources		1,500
Proceeds from Refinance of Bond Debt*		<u>27,407,251</u>

Total Revenue and Refinance Proceeds		\$31,607,251
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Beginning Fund equity July 1, 2016	\$1,062,262	<u>\$1,062,262</u>
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Fund Equity Available to Appropriate		<u><u>\$32,669,513</u></u>
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Total Available to Appropriate

Expenditures

Redemption of Principal		\$2,765,000
Interest and Other		968,509
Payments to Escrow for Refinance*		<u>27,825,251</u>

Total Appropriated		\$31,558,760
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Ending Fund Equity - June 30, 2017		\$1,110,753
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Total Appropriations and Ending Fund Equity		<u><u>\$32,669,513</u></u>
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*In 2017 new bonds were issued to refinance a portion of the 2007 Debt.

The appropriation reflects the accounts to record and account for the refinance transactions

The ending fund balance is unchanged