



To: Gary Niehaus, Superintendent

From: Amanda Matheson
Deputy Superintendent for Business Operations

Date: May 20, 2021

Subject: 2020-2021 General Appropriations Act Amendment #2

This amendment will be our final budget amendment for fiscal year 2020-2021. This year has continued to present many challenges in how we do business that are also reflected in our financials as we've incurred additional expenditures to keep our students and staff safe while attending school. Additional federal and state funding has been provided to help offset our increased costs. We are providing an update to our budgets with the most current information available. Changes recommended are highlighted below:

General Fund
Revenues

- General Fund revenue increased by approximately \$5.4M.
- Local sources increased by \$442K due to award of a local grant and stop-loss insurance refund
- State sources increased by approximately \$1.55M, which aligns with all adjustments included in our state aid calculation through May. \$1.2M of this increase is restricted in use
- Federal awards increased by approximately \$3.4M to match current award allocations and additional ESSER funding
- Incoming transfers decreased by \$67K to match the Act 18 amendment approved by Wayne RESA

Expenditures

- General Fund expenditures increased by approximately \$6.4M.
- Increase of \$4.8M in expenditures associated with local, state and federal grants
- Maintenance and Operations increased \$1.4M for additional custodians, engineers, overtime in operations for extra servicing needed within the district buildings, floor maintenance, elevator maintenance, repairs, cleaning and an increase to natural gas.
- Curriculum increase of \$82K for software licenses
- Transportation increase of \$50K associated with current year routes

The overall impact of these adjustments to the general fund is a decrease of \$4,583,248 to our fund balance, bringing the projected ending fund balance to \$13,799,784 or 12.77% of expenditures.

Food Service Fund

Revenues and expenditures are increased due to being able to have students in the buildings and serving more meals.

Special Education Center Programs Fund

Adjustments proposed for this fund are based on the Act 18 budget approved by Wayne RESA.

Community Service Fund

School service fund revenue is decreased due to limited program offerings throughout the year. Expenditures have been adjusted to reflect wages and benefits for current year staffing.

Student & School Activity Fund

There are adjustments proposed for this fund due to increased activities and foundation grants received by buildings.

Debt Service Fund

Minimal adjustments are recommended for our debt service fund to reflect current year property tax collections, taxes in lieu of property taxes (state sources) and paying agent fees.

Sinking Fund

The reduction in sinking fund revenue reflects the current year tax collection changes.

2019 School Building & Site Bond Fund

There have been no changes proposed for the 2019 School Building & Site Bond Fund.

Please contact me at your convenience should you have any questions or need further clarification on the recommended adjustments for the proposed 2020-2021 proposed amendment #2.

**Grosse Pointe Public School System
Resolution for Adoption by the Board of Education
June 14, 2021**

RESOLVED, that this resolution shall be the general appropriations of Grosse Pointe Public School System for the 2020-2021 fiscal year; a resolution to make appropriations; to provide for the expenditure of the appropriations; and to provide for the disposition of all revenue received by the Grosse Pointe Public School System.

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the *general fund* of the school district for fiscal year 2020-2021 is as follows:

Revenues	
Local	\$ 25,103,778
State	64,445,919
Federal	9,704,564
Other Local Revenue	2,746,000
Incoming Transfers	<u>1,458,495</u>
Total Revenues	\$ 103,458,756
Fund balance, July 1, 2020	<u>18,383,032</u>
Total available to appropriate	\$ <u>121,841,788</u>

BE IT FURTHER RESOLVED, that \$ **108,042,004** of the total available to appropriate in the *general fund* is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Basic Programs	\$ 54,286,236
Added Needs	8,750,823
Pupil Services	6,713,606
Instructional Staff	5,155,730
General Administration	1,217,207
School Administration	7,043,573
Business Services	2,017,346
Operation & Maintenance	13,829,234
Transportation	1,149,500
Central	3,795,597
Athletics	1,890,843
Community Services	896,583
Other Financing Uses	<u>1,295,727</u>
Total Expenditures	\$ 108,042,004
Fund balance projection, June 30, 2021	<u>\$ 13,799,784</u>
Total Appropriated	\$ <u>121,841,788</u>

**Grosse Pointe Public School System
Resolution for Adoption by the Board of Education
June 14, 2021**

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the *food service fund* of the school district for fiscal year 2020-2021 is as follows:

Revenues	
Local	\$ 1,100
State	39,573
Federal	639,885
Total Revenues	\$ 680,558
Fund balance, July 1, 2020	358,337
Total available to appropriate	\$ 1,038,895

BE IT FURTHER RESOLVED, that \$ **618,702** 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	
Food Service	\$ 618,702
Fund balance projection, June 30, 2021	\$ 420,193
Total Appropriated	\$ 1,038,895

**Grosse Pointe Public School System
Resolution for Adoption by the Board of Education
June 14, 2021**

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the *special education center programs fund* of the school district for fiscal year 2020-2021 is as follows:

Revenues	
State	\$ 3,823,107
Federal	30,593
Other Local Revenue	7,446,498
Total Revenues	\$ 11,300,198
Fund balance, July 1, 2020	-
Total available to appropriate	\$ 11,300,198

BE IT FURTHER RESOLVED, that \$ **11,300,198** of the total available to appropriate in the *special education center programs fund* is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Added Needs	\$ 6,825,555
Pupil Services	2,293,190
Instructional Staff	635,145
Operation & Maintenance	83,175
Transportation	4,638
Other Financing Uses	1,458,495
Total Expenditures	\$ 11,300,198
Fund balance projection, June 30, 2021	-
Total Appropriated	\$ 11,300,198

**Grosse Pointe Public School System
Resolution for Adoption by the Board of Education
June 14, 2021**

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the *community services fund* of the school district for fiscal year 2020-2021 is as follows:

Revenues	
Kids Club	\$ 105,000
Preschool	738,306
Safety Town	16,000
Camp of Fun	-
Community Swim	200
Incoming Transfers	235,000
Total Revenues	\$ 1,094,506
Fund balance, July 1, 2020	<u>650,154</u>
Total available to appropriate	\$ <u>1,744,660</u>

BE IT FURTHER RESOLVED, that \$ **1,729,588** of the total available to appropriate in the *community services fund* is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Kids Club	\$ 467,017
Preschool	1,168,245
Safety Town	10,211
Camp of Fun	82,616
Community Swim	1,500
Total Expenditures	\$ 1,729,588
Fund balance projection, June 30, 2021	<u>15,072</u>
Total Appropriated	\$ <u>1,744,660</u>

**Grosse Pointe Public School System
Resolution for Adoption by the Board of Education
June 14, 2021**

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the *student & school activity fund* of the school district for fiscal year 2020-2021 is as follows:

Revenues	
Local	\$ 2,400,000
Fund balance, July 1, 2020	<u>2,373,338</u>
Total available to appropriate	<u><u>\$ 4,773,338</u></u>

BE IT FURTHER RESOLVED, that \$ **2,400,000** 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	
Student & School Activities	\$ 2,400,000
Fund balance projection, June 30, 2021	<u>\$ 2,373,338</u>
Total Appropriated	<u><u>\$ 4,773,338</u></u>

**Grosse Pointe Public School System
Resolution for Adoption by the Board of Education
June 14, 2021**

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the *debt service fund* of the school district for fiscal year 2020-2021 is as follows:

Revenues	
Local	\$ 9,403,986
Fund balance, July 1, 2020	<u>2,524,177</u>
Total available to appropriate	\$ <u>11,928,163</u>

BE IT FURTHER RESOLVED, that \$ **9,212,850** of the total available to appropriate in the *debt service fund* is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Principal	\$ 5,385,000
Interest & Other	<u>3,827,850</u>
Total Expenditures	\$ <u>9,212,850</u>
Fund balance projection, June 30, 2021	<u>\$ 2,715,313</u>
Total Appropriated	\$ <u>11,928,163</u>

Grosse Pointe Public School System
Resolution for Adoption by the Board of Education
June 14, 2021

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the *sinking fund* of the school district for fiscal year 2020-2021 is as follows:

Revenues	
Local	\$ 2,967,047
Fund balance, July 1, 2020	<u>4,387,242</u>
Total available to appropriate	\$ <u>7,354,289</u>

BE IT FURTHER RESOLVED, that \$ **2,535,500** of the total available to appropriate in the *sinking fund* is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Capital Projects	\$ 2,535,500
Fund balance projection, June 30, 2021	<u>\$ 4,818,789</u>
Total Appropriated	\$ <u>7,354,289</u>

**Grosse Pointe Public School System
Resolution for Adoption by the Board of Education
June 14, 2021**

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the *2019 school building & site fund* of the school district for fiscal year 2020-2021 is as follows:

Revenues	
Local	\$ 771,540
Fund balance, July 1, 2020	<u>54,769,723</u>
Total available to appropriate	<u><u>\$ 55,541,263</u></u>

BE IT FURTHER RESOLVED, that \$ 38,427,275 of the total available to appropriate in the *2019 school building & site fund* is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Capital Projects	\$ 38,427,275
Fund balance projection, June 30, 2021	<u>\$ 17,113,988</u>
Total Appropriated	<u><u>\$ 55,541,263</u></u>

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, for the purposes of meeting the needs of the school district, the Superintendent or his/her designee is permitted to implement adjustments and/or transfers within line items of the budget adopted by the Board subject to later authorization of the Board of Education. When the Superintendent or Deputy Superintendent fo Business Operations make a transfer of appropriations as permitted by this resolution, all such adjustments and/or transfers which alter the budget at the function level shall be reported on a regular basis to the Board at a scheduled meeting. Authorization for such adjustments and/or transfers shall be included in the Budget Amendments of the General Appropriations Act, as needed.

BE IT FURTHER RESOLVED, that the Superintendent and Deputy Superintendent of Business Operations 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 amounts appropriated by the Board of Education and in keeping with the budgetary policy statement hitherto adopted by the Board.

This act is to take effect June 14, 2021.

**Grosse Pointe Public School System
General Fund
Fiscal Year 2021 Budget Amendment #2
June 14, 2021**

	2020-2021 Amendment #1 January 25, 2021	2020-2021 Appropriated vs Proposed	2020-2021 Amendment #2 Proposed	% of Revenue or Expenditure
Revenue				
Local	\$ 24,661,458	\$ 442,320	\$ 25,103,778	24.27%
State	62,890,029	1,555,890	64,445,919	62.29%
Federal	6,269,218	3,435,346	9,704,564	9.38%
Other Local Revenue	2,746,000	-	2,746,000	2.65%
Incoming Transfers	1,525,555	(67,060)	1,458,495	1.41%
Total Revenue	\$ 98,092,260	\$ 5,366,496	\$ 103,458,756	100.00%
Expenditures				
Instructional Services				
Basic Programs	\$ 51,455,804	\$ 2,830,432	\$ 54,286,236	50.25%
Added Needs	8,280,825	469,998	8,750,823	8.10%
Total Instruction Services	59,736,629	3,300,429	63,037,058	58.35%
Instructional Support Services				
Pupil	6,491,964	221,642	6,713,606	6.21%
Instructional Staff	5,398,112	(242,382)	5,155,730	4.77%
School Administration	6,446,694	596,879	7,043,573	6.52%
Athletics	1,892,518	(1,675)	1,890,843	1.75%
Total Instructional Support Services	20,229,288	574,464	20,803,752	19.25%
Non-Instructional Support Services				
General Administration	1,085,564	131,643	1,217,207	1.13%
Business Services	1,873,492	143,854	2,017,346	1.87%
Operations & Maintenance	11,601,083	2,228,151	13,829,234	12.80%
Transportation	1,099,281	50,219	1,149,500	1.06%
Central	3,585,470	210,127	3,795,597	3.51%
Total Non-Instructional Support Services	19,244,890	2,763,994	22,008,884	20.37%
Community Activities	870,068	26,515	896,583	0.83%
Other Financing Uses	1,510,727	(215,000)	1,295,727	1.20%
Total Expenditures	\$ 101,591,602	\$ 6,450,402	\$ 108,042,004	100.00%
Revenue Over (Under) Expenditures	(3,499,342)	(1,083,906)	(4,583,248)	
Fund Balance - Beginning of Year	18,383,032	-	18,383,032	
Fund Balance - End of Year	\$ 14,883,690	\$ (1,083,906)	\$ 13,799,784	
Fund Balance as a Percent of Revenue	15.17%		13.34%	
Fund Balance as a Percent of Expenditures	14.65%		12.77%	

**Grosse Pointe Public School System
Special Revenue - Food Service Fund
Fiscal Year 2021 Budget Amendment #2
June 14, 2021**

	2020-2021 Amendment #1 January 25, 2021	2020-2021 Appropriated vs Proposed	2020-2021 Amendment #2 Proposed	% of Revenue or Expenditure
Revenue				
Local	\$ 2,766	\$ (1,666)	\$ 1,100	0.16%
State	57,161	(17,588)	39,573	5.81%
Federal	509,885	130,000	639,885	94.03%
Total Revenue	\$ 569,812	\$ 110,746	\$ 680,558	100.00%
Expenditures				
Food Service	503,702	115,000	618,702	100.00%
Total Expenditures	\$ 503,702	\$ 115,000	\$ 618,702	100.00%
Revenue Over (Under) Expenditures	66,110	(4,254)	61,856	
Fund Balance - Beginning of Year	358,337	-	358,337	
Fund Balance - End of Year	\$ 424,447	\$ (4,254)	\$ 420,193	
Fund Balance as a Percent of Revenue	74.49%		61.74%	
Fund Balance as a Percent of Expenditures	84.27%		67.92%	

Grosse Pointe Public School System
Special Revenue - Special Education Center Programs Fund
Fiscal Year 2021 Budget Amendment #2
June 14, 2021

	2020-2021 Amendment #1 January 25, 2021	2020-2021 Appropriated vs Proposed	2020-2021 Amendment #2 Proposed	% of Revenue or Expenditure
Revenue				
State	\$ 3,758,339	\$ 64,768	\$ 3,823,107	33.83%
Federal	-	30,593	30,593	0.27%
Other Local Revenue	7,284,803	161,695	7,446,498	65.90%
Total Revenue	\$ 11,043,142	\$ 257,056	\$ 11,300,198	100.00%
Expenditures				
Added Needs	7,387,624	(562,069)	6,825,555	60.40%
Pupil Services	1,862,401	430,789	2,293,190	20.29%
Instructional Staff	225,837	409,308	635,145	5.62%
Operations & Maintenance	36,000	47,175	83,175	0.74%
Transportation	5,725	(1,087)	4,638	0.04%
Other Financing Uses	1,525,555	(67,060)	1,458,495	12.91%
Total Expenditures	\$ 11,043,142	\$ 257,056	\$ 11,300,198	100.00%
Revenue Over (Under) Expenditures	-	-	-	
Fund Balance - Beginning of Year	-	-	-	
Fund Balance - End of Year	\$ -	\$ -	\$ -	
Fund Balance as a Percent of Revenue	0.00%		0.00%	
Fund Balance as a Percent of Expenditures	0.00%		0.00%	

**Grosse Pointe Public School System
Special Revenue - Community Services Fund
Fiscal Year 2021 Budget Amendment #2
June 14, 2021**

	2020-2021 Amendment #1 January 25, 2021	2020-2021 Appropriated vs Proposed	2020-2021 Amendment #2 Proposed	% of Revenue or Expenditure
Revenue				
Kids Club	\$ 105,000	\$ -	\$ 105,000	9.59%
Preschool	548,600	189,706	738,306	67.46%
Safety Town	5,000	11,000	16,000	1.46%
Camp of Fun	100,000	(100,000)	-	0.00%
Community Swim	7,500	(7,300)	200	0.02%
Incoming Transfers	450,000	(215,000)	235,000	21.47%
Total Revenue	\$ 1,216,100	\$ (121,594)	\$ 1,094,506	100.00%
Expenditures				
Kids Club	430,483	36,534	467,017	27.00%
Preschool	1,232,990	(64,746)	1,168,245	67.54%
Safety Town	20,000	(9,789)	10,211	0.59%
Camp of Fun	140,464	(57,848)	82,616	4.78%
Community Swim	21,750	(20,250)	1,500	0.09%
Transfer to General Fund	-	-	-	0.00%
Total Expenditures	\$ 1,845,687	\$ (116,099)	\$ 1,729,588	100.00%
Revenue Over (Under) Expenditures	(629,587)	(5,495)	(635,082)	
Fund Balance - Beginning of Year	650,154	-	650,154	
Fund Balance - End of Year	\$ 20,567	\$ (5,495)	\$ 15,072	
Fund Balance as a Percent of Revenue	1.69%		1.38%	
Fund Balance as a Percent of Expenditures	1.11%		0.87%	

**Grosse Pointe Public School System
Special Revenue - Student & School Activity Fund
Fiscal Year 2021 Budget Amendment #2
June 14, 2021**

	2020-2021 Amendment #1 January 25, 2021	2020-2021 Appropriated vs Proposed	2020-2021 Amendment #2 Proposed	% of Revenue or Expenditure
Revenue				
Local sources	\$ 1,500,000	\$ 900,000	\$ 2,400,000	100.00%
Total Revenue	\$ 1,500,000	\$ 900,000	\$ 2,400,000	100.00%
Expenditures				
Student & School Activities	1,500,000	900,000	2,400,000	100.00%
Total Expenditures	\$ 1,500,000	\$ 900,000	\$ 2,400,000	100.00%
Revenue Over (Under) Expenditures	-	-	-	
Fund Balance - Beginning of Year	2,373,338	-	2,373,338	
Fund Balance - End of Year	\$ 2,373,338	\$ -	\$ 2,373,338	
Fund Balance as a Percent of Revenue	158.22%		98.89%	
Fund Balance as a Percent of Expenditures	158.22%		98.89%	

**Grosse Pointe Public School System
Debt Service Fund
Fiscal Year 2021 Budget Amendment #2
June 14, 2021**

	2020-2021 Amendment #1 January 25, 2021	2020-2021 Appropriated vs Proposed	2020-2021 Amendment #2 Proposed	% of Revenue or Expenditure
Revenue				
Local	\$ 9,414,509	\$ (10,523)	\$ 9,403,986	100.00%
State	-	-	-	0.00%
Transfer In	-	-	-	0.00%
Total Revenue	\$ 9,414,509	\$ (10,523)	\$ 9,403,986	100.00%
Expenditures				
Principal	5,385,000	-	5,385,000	58.45%
Interest & Other	3,827,850	-	3,827,850	41.55%
Total Expenditures	\$ 9,212,850	\$ -	\$ 9,212,850	100.00%
Revenue Over (Under) Expenditures	201,659	(10,523)	191,136	
Fund Balance - Beginning of Year	2,524,177	-	2,524,177	
Fund Balance - End of Year	\$ 2,725,836	\$ (10,523)	\$ 2,715,313	

**Grosse Pointe Public School System
Capital Project - Sinking Fund
Fiscal Year 2021 Budget Amendment #2
June 14, 2021**

	2020-2021 Amendment #1 January 25, 2021	2020-2021 Appropriated vs Proposed	2020-2021 Amendment #2 Proposed	% of Revenue or Expenditure
Revenue				
Local	\$ 2,970,366	\$ (3,319)	\$ 2,967,047	100.00%
Total Revenue	<u>\$ 2,970,366</u>	<u>\$ (3,319)</u>	<u>\$ 2,967,047</u>	<u>100.00%</u>
Expenditures				
Capital Projects	2,535,500	-	2,535,500	100.00%
Total Expenditures	<u>\$ 2,535,500</u>	<u>\$ -</u>	<u>\$ 2,535,500</u>	<u>100.00%</u>
Revenue Over (Under) Expenditures	434,866	(3,319)	431,547	
Fund Balance - Beginning of Year	4,387,242	-	4,387,242	
Fund Balance - End of Year	<u><u>\$ 4,822,108</u></u>	<u><u>\$ (3,319)</u></u>	<u><u>\$ 4,818,789</u></u>	

Grosse Pointe Public School System
Capital Project - 2019 School Building and Site Bond Fund
Fiscal Year 2021 Budget Amendment #2
June 14, 2021

	2020-2021 Amendment #1 January 25, 2021	2020-2021 Appropriated vs Proposed	2020-2021 Amendment #2 Proposed	% of Revenue or Expenditure
Revenue				
Local	\$ 771,540	\$ -	\$ 771,540	100.00%
Total Revenue	<u>\$ 771,540</u>	<u>\$ -</u>	<u>\$ 771,540</u>	<u>100.00%</u>
Expenditures				
Capital Projects	38,427,275	-	38,427,275	100.00%
Transfer to Debt Service - Capitalized Interest	-	-	-	0.00%
Total Expenditures	<u>\$ 38,427,275</u>	<u>\$ -</u>	<u>\$ 38,427,275</u>	<u>100.00%</u>
Revenue Over (Under) Expenditures	<u>(37,655,735)</u>	<u>-</u>	<u>(37,655,735)</u>	
Fund Balance - Beginning of Year	54,769,723	-	54,769,723	
Fund Balance - End of Year	<u>\$ 17,113,988</u>	<u>\$ -</u>	<u>\$ 17,113,988</u>	