WRAPPING UP THE 2017-18 SCHOOL YEAR

- UPDATING THE CURRENT YEAR BUDGET
  - A FACTOR THAT SHEDS LIGHT ON THE UPCOMING YEAR
- CONTINUED BUDGET STABILITY LEADS TO ONGOING OPPORTUNITIES TO REINVEST IN DISTRICT
  - INVESTMENT IN TECHNOLOGY
  - INVESTMENT IN CAMPUS LIGHTING
  - INVESTMENT IN CENTER STAGE
  - INVESTMENT IN CAPITAL NEEDS AND INFRASTRUCTURE
2017-18 Budget Update

<table>
<thead>
<tr>
<th></th>
<th>Current Budget</th>
<th>Proposed Amendment</th>
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</thead>
<tbody>
<tr>
<td>Revenues</td>
<td>28,170,100</td>
<td>28,570,800</td>
</tr>
<tr>
<td>Expenditures</td>
<td>28,684,100</td>
<td>29,092,300</td>
</tr>
<tr>
<td>Excess Revenues (Exp)</td>
<td>(514,000)</td>
<td>(521,500)</td>
</tr>
<tr>
<td>Actual 7/1/17 Fund Balance</td>
<td>5,086,226</td>
<td>5,086,226</td>
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<tr>
<td>Projected 6/30/18 Fund Balance</td>
<td>4,572,226</td>
<td>4,564,726</td>
</tr>
<tr>
<td>Fund Balance Percentage</td>
<td>15.94%</td>
<td>15.69%</td>
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</table>

June 2018

2018-19 REVENUE ASSUMPTIONS

• BLENDED ENROLLMENT OF 2650 STUDENT FTE, 20 LESS THAN THE CURRENT YEAR
• FOUNDATION ALLOWANCE INCREASE OF $240/PUPIL
• COUNTY SPECIAL EDUCATION FUNDING SIMILAR TO CURRENT YEAR
• INDIRECT COST SUBSIDY FROM FOOD SERVICE FUND IN THE AMOUNT OF $35,000

June 2018
REVENUES – A CAUTIOUS EYE TO THE FUTURE

BOTH THE SCHOOL AID FUND (SAF) AND THE STATE’S GENERAL FUND (GF) ARE PROJECTED TO GROW SLOWLY OVER THE NEXT FEW YEARS, WITH THE THE SAF FARING BETTER.

FOR THE STATE’S GF, THE PICTURE IS MURKY, WHICH MAY IMPACT FUTURE SCHOOL FUNDING.

✓ ROAD FUNDING PACKAGE CALLS FOR INCREASED GF SPENDING IN 2018 AND 2019
✓ TAX CREDITS CONTINUE TO ERODE REVENUES
✓ LESS USE TAX RECEIVED BY GF

2018-19 EXPENDITURE ASSUMPTIONS

• SALARY/WAGE INCREASES AS FOLLOWS:
  • TEACHERS AND SUPPORT STAFF PER RESPECTIVE CONTRACTS
  • INCREASES FOR NON-UNIONIZED STAFF

• CONTINUATION OF 80/20 FOR HEALTH INSURANCE COSTS

• REQUIRED RETIREMENT CONTRIBUTIONS PER LEGISLATIVE BUDGET RECOMMENDATION

• POSITION MODIFICATIONS/ADDITIONS DISTRICT-WIDE BASED ON EMPLOYEE TURNOVER AND ENROLLMENT LEVELS

• CONTINUED FUNDING OF FUTURE CAPITAL NEEDS VIA $500,000 TRANSFER TO CAPITAL PROJECTS FUND
# 2018-19 Proposed Budget

<table>
<thead>
<tr>
<th></th>
<th>2017-18 Final Amended Budget</th>
<th>Proposed 2018-19 Budget</th>
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</thead>
<tbody>
<tr>
<td><strong>Revenues</strong></td>
<td>28,570,800</td>
<td>28,527,400</td>
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<tr>
<td><strong>Expenditures</strong></td>
<td>29,092,300</td>
<td>28,414,000</td>
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<tr>
<td><strong>Excess Revenues (Expenditures)</strong></td>
<td>(521,500)</td>
<td>113,400</td>
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<tr>
<td><strong>Projected Beginning Fund Balance</strong></td>
<td>5,086,226</td>
<td>4,564,726</td>
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<tr>
<td><strong>Projected Ending Fund Balance</strong></td>
<td>4,564,726</td>
<td>4,678,126</td>
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<tr>
<td><strong>Fund Balance Percentage</strong></td>
<td>15.69%</td>
<td>16.46%</td>
</tr>
</tbody>
</table>

June 2018

# 2018 Proposed Operating Tax Levy

Voters approved an 18-mill levy for operations in May 2017. As a result of rising property taxable values, a Headlee millage reduction has been applied in accordance with the state's constitution. As such, Coopersville Area Public Schools will be levying 17.9766 mills on non-homestead properties for the upcoming year.

June 2018
2018 PROPOSED DEBT TAX LEVY

WHEN BONDS ARE APPROVED, VOTERS AGREE TO TAX THEMSELVES ENOUGH TO REPAY THE DEBT OVER A PRESCRIBED NUMBER OF YEARS.

TO COMPLY WITH THE LEGISLATIVE CHANGES MADE TO THE SCHOOL BOND LOAN FUND PROGRAM IN 2012, WE MUST ANNUALLY COMPUTE THE REQUIRED MINIMUM DEBT MILLAGE RATE. BASED ON THIS CALCULATION, THE DISTRICT WILL LEVY 8.99 MILLS FOR THE UPCOMING TAX YEAR, THE SAME RATE THAT WAS LEVIED FOR THE CURRENT TAX YEAR.

June 2018

NEXT STEPS

AT ITS REGULAR MEETING TONIGHT, THE BOARD WILL TAKE ACTION ON:

• 2018-19 BUDGET RESOLUTION
• 2018 OPERATING TAX LEVY
• 2018 DEBT TAX LEVY

THIS PRESENTATION WILL BE AVAILABLE ON THE DISTRICT’S WEBSITE BEGINNING JUNE 20

June 2018