Wrapping Up the 2018-19 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 social studies curriculum
  • Investment in athletics
  • Investment in Center Stage
  • Investment in capital needs and infrastructure
## 2018-19 Budget Update

<table>
<thead>
<tr>
<th></th>
<th>Current Budget</th>
<th>Proposed Amendment</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues</strong></td>
<td>28,934,000</td>
<td>28,886,600</td>
</tr>
<tr>
<td><strong>Expenditures</strong></td>
<td>28,787,000</td>
<td>28,688,500</td>
</tr>
<tr>
<td><strong>Excess Revenues (Expenditures)</strong></td>
<td>147,000</td>
<td>198,100</td>
</tr>
<tr>
<td><strong>Actual 7/1/18 Fund Balance</strong></td>
<td>4,564,726</td>
<td>4,613,193</td>
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<tr>
<td><strong>Projected 6/30/19 Fund Balance</strong></td>
<td>4,711,726</td>
<td>4,811,293</td>
</tr>
<tr>
<td><strong>Fund Balance Percentage</strong></td>
<td>16.37%</td>
<td>16.77%</td>
</tr>
</tbody>
</table>
2019-20 Revenue Assumptions

• Blended enrollment of 2640 student FTE, 20 less than the current year
• Foundation allowance increase of $150/pupil
• County special education funding similar to current year
• Enhancement millage funding estimated at $640,000 – year 1 of 10
• Indirect cost subsidy from Food Service Fund in the amount of $35,000
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 SAF likely faring better.

For the State’s GF, the picture is less clear, which may impact future school funding.

- Road funding solutions may impact other areas of the State’s spending plan
- Tax credits continue to erode revenues
2019-20 Expenditure Assumptions

• Estimated salary/wage increases as negotiations are ongoing for the CEA (teachers) bargaining group
• Change to State’s hard cap limits for health insurance costs effective July 1
• Required retirement contributions per legislative budget recommendation
• Position modifications/additions district-wide based on employee turnover, enrollment levels, and enhancement millage funding
• Funding of current/future capital needs via transfer to Capital Projects Fund
  • Increased for classroom technology funded by enhancement millage
## 2019-20 General Fund Proposed Budget

<table>
<thead>
<tr>
<th></th>
<th>2018-19 Final Amended Budget</th>
<th>Proposed 2019-20 Budget</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues</strong></td>
<td>28,886,600</td>
<td>29,568,700</td>
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<tr>
<td><strong>Expenditures</strong></td>
<td>28,688,500</td>
<td>29,680,900</td>
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<tr>
<td><strong>Excess Revenues (Expenditures)</strong></td>
<td>198,100</td>
<td>(112,200)</td>
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<tr>
<td><strong>Projected Beginning Fund Balance</strong></td>
<td>4,613,193</td>
<td>4,811,293</td>
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<tr>
<td><strong>Projected Ending Fund Balance</strong></td>
<td>4,811,293</td>
<td>4,699,093</td>
</tr>
<tr>
<td><strong>Fund Balance Percentage</strong></td>
<td>16.77%</td>
<td>15.83%</td>
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</tbody>
</table>
2019 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 17.8237 mills on non-homestead properties for the upcoming year, resulting in roughly $16,000 in lost revenues.
2019 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.
Next Steps

At its regular meeting tonight, the Board will take action on:

- 2019-20 Budget Resolution
- 2019 Operating Tax Levy
- 2019 Debt Tax Levy

This presentation will be available on the District’s website beginning June 21