

ARMADA AREA SCHOOLS

STAFF RECOMMENDATION

SUBJECT: ADOPTION OF 2019-2020 BUDGETS

DATE: May 21, 2019

FACTS: The attached 2019-2020 budgets were presented at tonight's Public Hearing prior to the Board meeting. There are several unknown factors such as student enrollment, final audit figures, categorical and state aid support, and inflation. State law requires each school district to adopt their new fiscal budget by June 30th. Therefore, the administration has developed the proposed budgets by taking into account all of the known factors as well as historical trends.

RECOMMENDED ACTION:

THAT the Board of Education approve the General Appropriation Budget Resolutions for the 2019-2020 school year.

APPROVED FOR PRESENTATION TO THE BOARD OF EDUCATION:

*Michael A. Musary*

5-21-2019

Date

Michael G. Musary, Ed.S.  
Superintendent of Schools

Motion by J. Tobey

Supported by S. Nieman

J  SK  MM  CM  SN  TS  JT

Passed  Failed  Tabled

6-0

**ARMADA AREA SCHOOLS - GENERAL FUND APPROPRIATIONS RESOLUTION**

WHEREAS, A PUBLIC HEARING WAS HELD ON THE PROPOSED 2019/20 GENERAL FUND BUDGET, PURSUANT TO NOTICE DULY GIVEN.

NOW THEREFORE, BE IT RESOLVED THIS RESOLUTION SHALL BE THE GENERAL APPROPRIATION OF ARMADA AREA SCHOOLS FOR THE FISCAL YEAR 2019/20; A RESOLUTION TO MAKE APPROPRIATIONS, TO PROVIDE FOR THE EXPENDITURES OF THE APPROPRIATIONS AND TO PROVIDE FOR THE DISPOSITION OF ALL INCOME RECEIVED BY THE ARMADA AREA SCHOOLS.

BE IT FURTHER RESOLVED THAT THE TOTAL REVENUE AND UNAPPROPRIATED GENERAL FUND OF ARMADA AREA SCHOOLS FOR THE FISCAL YEAR 2019/20 IS AS FOLLOWS:

REVENUE:	<u>\$000'S</u>
LOCAL	3,767
STATE	14,034
FEDERAL	448
INTERDISTRICT	-
SPECIAL REVENUE INTERNAL ACCTS	600
Transfer In - Special Revenue (Internal Accts)	<u>450</u>
 SUB-TOTAL	 19,299
6/30/19 EST. FUND EQUITY	<u>1,067</u>
 TOTAL REVENUE	 20,366

BE IT FURTHER RESOLVED THAT \$19,366,000 IS BEING APPROPRIATED FOR THE GENERAL FUND IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH BELOW.

EXPENDITURES:	<u>\$000'S</u>
BASIC	\$ 8,022
ADDED NEEDS	1,818
SUPPORT SERVICES	291
INSTRUCTIONAL	82
SCHOOL ADMINISTRATION	1,611
EXECUTIVE ADMINISTRATION	532
FISCAL SERVICES	935
OPERATIONS	675
MAINTENANCE	951
TRANSPORTATION	738

EXPENDITURES: (CONTINUED)	<u>\$000'S</u>
CAPITAL OUTLAY	162
ADULT & CONT. ED	-
COMMUNITY EDUCATION	443
GRANTS	924
STAFF DEVELOPMENT	-
SPORTS & CLUBS	397
FEDERAL PROJECTS	448
ACADEMY OF ARTS & SCIENCES	737
SPECIAL REVENUE INTERNAL ACCTS	<u>600</u>
 TOTAL EXPENDITURES	 19,366
 2019/2020 FUND BALANCE GAIN/(LOSS)	 (67)
 6/30/20 BUDGET FUND BALANCE	 1,000 *

\* 450K is Restricted Fund Balance

MILLAGE TO BE LEVIED IN 2019

	<u>JULY</u>	<u>DEC</u>	<u>TOTAL</u>
ARMADA AREA SCHOOLS:			
NON-HOMESTEAD	9.0000	9.0000	18.0000
DEBT (ALL PROPERTY)	3.5000	3.5000	7.0000
SINKING (ALL PROPERTY)	0.4197	0.4197	0.8394
 STATE (ALL PROPERTY)	 6.0000	 -	 6.0000

MOTION BY: J. Tobey SUPPORTED BY: S. Nieman

AYES: S. Kline, C. Murray, S. Nieman, J. Tobey, M. Meerschaert, J. Ackerman

NAYS: None

**ARMADA AREA SCHOOLS  
GENERAL APPROPRIATIONS RESOLUTION  
FOR THE COMMUNITY ENRICHMENT FUND**

WHEREAS, A PUBLIC HEARING WAS HELD TO THE PROPOSED 2019/20 COMMUNITY ENRICHMENT FUND BUDGET, PURSUANT TO NOTICE DULY GIVEN;

NOW THEREFORE, BE IT RESOLVED THIS RESOLUTION SHALL BE THE GENERAL APPROPRIATION FOR THE COMMUNITY ENRICHMENT FUND OF ARMADA AREA SCHOOLS FOR THE FISCAL YEAR 2019/20; A RESOLUTION TO MAKE APPROPRIATIONS, TO PROVIDE FOR THE EXPENDITURES OF THE APPROPRIATIONS AND TO PROVIDE FOR THE DISPOSITION OF ALL COMMUNITY ENRICHMENT FUND INCOME RECEIVED BY THE ARMADA AREA SCHOOLS.

BE IT FURTHER RESOLVED THAT THE TOTAL REVENUE AND UNAPPROPRIATED FUND BALANCE ESTIMATED TO BE AVAILABLE FOR APPROPRIATIONS IN THE COMMUNITY ENRICHMENT FUND OF ARMADA AREA SCHOOLS FOR THE FISCAL YEAR 2019/20 IS AS FOLLOWS:

REVENUE:	<u>TOTAL \$'S</u>
PROGRAMS	65,000
MISC.	<u>5,000</u>
TOTAL REVENUE	70,000

BE IT FURTHER RESOLVED THAT \$69,000 IS BEING APPROPRIATED FOR THE COMMUNITY ENRICHMENT FUND IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH BELOW:

EXPENDITURES:	<u>TOTAL \$'S</u>
SALARY & BENEFITS	20,000
ADM. PURCH. SERVICES	8,000
ADM. SUPPLIES	5,000
PROGRAM EXPENDITURES	35,000
MISC.	<u>1,000</u>
TOTAL EXPENDITURES	69,000
06/30/20 EST. FUND BALANCE	1,000

MOTION BY: J. Tobey SUPPORTED BY: S. Nieman

AYES: S. Kline, C. Murray, S. Nieman, J. Tobey, M. Meerschaert, J. Ackerman

NAYS: None

**ARMADA AREA SCHOOLS  
DEBT RETIREMENT FUND APPROPRIATION RESOLUTION**

WHEREAS, A PUBLIC HEARING WAS HELD TO THE PROPOSED 2019/20 DEBT FUND BUDGET, PURSUANT TO NOTICE DULY GIVEN. NOW THEREFORE, BE IT RESOLVED, THAT THIS RESOLUTION SHALL BE THE DEBT RETIREMENT APPROPRIATIONS OF ARMADA AREA SCHOOLS FOR THE FISCAL YEAR 2019/20; A RESOLUTION TO MAKE APPROPRIATIONS, TO PROVIDE FOR THE EXPENDITURES OF THE APPROPRIATIONS AND TO PROVIDE FOR THE DISPOSITION OF INCOME RECEIVED BY ARMADA AREA SCHOOLS.

BE IT FURTHER RESOLVED THAT THE TOTAL REVENUE AND UNAPPROPRIATED FUND BALANCE ESTIMATED TO BE AVAILABLE FOR APPROPRIATIONS IN THE DEBT RETIREMENT FUND OF ARMADA AREA SCHOOLS FOR THE FISCAL YEAR 2019/20 IS AS FOLLOWS:

			TOTAL \$'S
6/30/19 FUND EQUITY/(DEFICIT)			
School Bond Loan Fund DEBT			124
2014 REFUNDING DEBT			9,301
2015 REFUNDING DEBT			6,382
2016 TECH BOND DEBT			5,609
2017A REFUNDING DEBT			2,140
2017B REFUNDING DEBT			439
2018 BUILDING & SITE DEBT			290
TOTAL			24,285
REVENUE:	<u>TAXES</u>	<u>INTEREST</u>	<u>TOTAL</u>
School Bond Loan Fund DEBT	0	-	-
2014 REFUNDING DEBT	1,337,850	4,014	1,341,864
2015 REFUNDING DEBT	839,818	2,519	842,338
2016 TECH BOND DEBT	683,573	2,051	685,624
2017A REFUNDING DEBT	322,256	967	323,223
2017B REFUNDING DEBT	234,368	703	235,071
2018 BUILDING & SITE DEBT	0	-	-
TOTALS	3,417,865	10,254	3,428,119
TOTAL FUND EQUITY AND REVENUE			3,452,404

\* PROPERTY TAX LEVY IS 7.0000 MILLS

BE IT FURTHER RESOLVED THAT \$6,892,920 OF THE TOTAL AVAILABLE TO APPROPRIATE IN THE DEBT RETIREMENT FUND IS HEREBY APPROPRIATED TO THE AMOUNTS AND FOR THE PURPOSE SET FORTH ON THE NEXT PAGE. IN ADDITION, THE DISTRICT WILL HAVE TO BORROW TO PAY BACK THE ENTIRE DEBT FOR THE 2014, 2015, 2017A, AND 2017B REFUNDING DEBTS AND THE 2016 & 2018 BOND DEBTS.

**ARMADA AREA SCHOOLS  
DEBT RETIREMENT FUND APPROPRIATION RESOLUTION CONT.**

EXPENDITURES:	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>MISC</u>	<u>TOTAL \$'S</u>
School Bond Loan Fund DEBT	-	-	-	-
2014 REFUNDING DEBT	995,000	352,050	250	1,347,300
2015 REFUNDING DEBT	750,000	91,350	500	841,850
2016 TECH BOND DEBT	625,000	56,490	500	681,990
2017A REFUNDING DEBT	45,000	273,850	250	319,100
2017B REFUNDING DEBT	2,940,000	340,180	250	3,280,430
2018 BUILDING & SITE DEBT	235,000	189,000	375	424,375
TOTALS	<u>5,590,000</u>	<u>1,302,920</u>	<u>2,125</u>	<u>6,895,045</u>

6/30/20 FUND EQUITY/(DEFICIT):	
School Bond Loan Fund DEBT	124
2014 REFUNDING DEBT	3,865
2015 REFUNDING DEBT	6,870
2016 TECH BOND DEBT	9,243
2017A REFUNDING DEBT	6,263
2017B REFUNDING DEBT	(3,044,920)
2018 BUILDING & SITE DEBT	(424,085)
TOTAL	<u>(3,442,641)</u>

MOTION BY: J. Tobey SUPPORTED BY: S. Nieman

AYES: S. Kline, C. Murray, S. Nieman, J. Tobey, M. Meerschaert, J. Ackerman

NAYS: None

**ARMADA AREA SCHOOLS  
GENERAL APPROPRIATIONS RESOLUTION  
FOR THE LUNCH FUND**

WHEREAS, A PUBLIC HEARING WAS HELD TO THE PROPOSED 2019/20 LUNCH FUND BUDGET, PURSUANT TO NOTICE DULY GIVEN;

NOW THEREFORE, BE IT RESOLVED THIS RESOLUTION SHALL BE THE GENERAL APPROPRIATION FOR THE LUNCH FUND OF ARMADA AREA SCHOOLS FOR THE FISCAL YEAR 2019/20; A RESOLUTION TO MAKE APPROPRIATIONS, TO PROVIDE FOR THE EXPENDITURES OF THE APPROPRIATIONS AND TO PROVIDE FOR THE DISPOSITION OF ALL LUNCH FUND INCOME RECEIVED BY THE ARMADA AREA SCHOOLS.

BE IT FURTHER RESOLVED THAT THE TOTAL REVENUE AND UNAPPROPRIATED FUND BALANCE ESTIMATED TO BE AVAILABLE FOR APPROPRIATIONS IN THE LUNCH FUND OF ARMADA AREA SCHOOLS FOR THE FISCAL YEAR 2019/20 IS AS FOLLOWS:

REVENUE:	TOTAL \$'S
STUDENT BREAKFAST/LUNCHES	180,000
STATE OF MI	13,000
FEDERAL	125,000
OTHER/MISC.	7,950
INTEREST	50
TOTAL REVENUE	<u>326,000</u>

BE IT FURTHER RESOLVED THAT \$325,000 IS BEING APPROPRIATED FOR THE LUNCH FUND IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH BELOW:

EXPENDITURES:	TOTAL \$'S
SALARIES	128,000
RETIREMENT	48,640
FICA/MEDICARE	9,792
SALES TAX	500
PROGRAM SUPPLIES	120,000
INSURANCE PREMIUMS	1,000
UTILITIES	5,000
WORKERS COMP.	2,000
MISC.	10,068
TOTAL EXPENDITURES	<u>325,000</u>
06/30/20 ESTIMATED BALANCE	1,000

MOTION BY: J. Tobey SUPPORTED BY: S. Nieman

AYES: S. Kline, C. Murray, S. Nieman, J. Tobey, M. Meerschaert, J. Ackerman

NAYS: None