

AMEND GENERAL APPROPRIATIONS RESOLUTION FOR 2007-08

Attached is a proposed amendment to the 2007-08 General Appropriations Resolution for the General Fund. The Appropriations Resolution was approved by the Board of Education on June 25, 2007. As required by the Uniform Budgeting and Accounting Act, P. A. 621, an amendment to the Appropriations Resolution is in order when changes in the amounts appropriated by the Board are anticipated. A recommended resolution is attached for your consideration.

A summary explanation of the recommended changes for each budget category is provided. The change in the revenue portion of the budget is an increase of \$500,000. This addition is due to an increase in the fall enrollment count, which was higher than the estimate used for budget preparation.

The expenditure portion of the budget increased by \$240,000. However, this increase is an overall reduction of \$260,000 because of the increase in revenue. There are subtractions or additions to some of the line items on the expenditure portion of the budget as detailed in the attached materials.

The overall impact of all the changes is a budget that shows expenditures in excess of revenues by (\$400,000). The anticipated shortfall of (\$660,000) was originally adopted. Based on current information and the experience of prior years, it is anticipated that the actual decrease to fund balance for the year will be less than \$400,000. Although the shortfall is substantial, it is, indeed, fortunate that our budget controls in previous years have allowed us to build a fund equity that helps us through period of shortfalls. We must continue to carefully consider areas of reduction so that we may continue to grow as a district while decreasing the draw from the fund equity.

Year-end budget adjustments will be considered late this spring and will include changes in revenue and expenditures based on actual activity.

Mrs. Cheryl Flesher moved adoption of the following resolution,
 NOW THEREFORE, BE IT RESOLVED, that the general appropriation for South Redford School District for the fiscal year 2007-08 General Fund is amended as follows:

	<u>LAST APPROVED</u>	<u>RECOMMENDED AMENDMENTS</u>	<u>AS AMENDED 2-25-08</u>
REVENUE:			
Local	4,441,300	-0-	4,441,300
State	24,250,700	500,000	24,750,700
Federal	963,000	-0-	963,000
Incoming Transfer and Other Transactions	<u>290,000</u>	<u>-0-</u>	<u>290,000</u>
 Total Revenue	 <u>\$29,945,000</u>	 <u>\$500,000</u>	 <u>\$30,445,000</u>
EXPENDITURES:			
Instruction:			
Basic Programs	\$14,949,200	\$ -0 -	\$14,949,200
Added Needs	2,219,300	- 0 -	2,219,300
Adult and Continuing	55,100	- 0 -	55,100
Support Services:			
Pupil Services	2,843,300	31,000	2,874,300
Instructional Staff			

Presented to the South Redford School District Board of Education at the Regular Board of Education meeting of Monday, February 25, 2008. Item #10

Services	1,534,500	- 0 -	1,534,500
General Administration	884,000	1,000	885,000
School Administration	1,893,500	15,000	1,908,500
Business Services	594,000	175,000	769,000
Operation & Maintenance	3,051,800	- 0 -	3,051,800
Pupil Transportation	1,255,900	- 0 -	1,255,900
Central Services	613,600	18,000	631,600
Community Services	181,800	- 0 -	181,800
Outgoing Transfers and Other Transactions	529,000	- 0 -	529,000
 Total Appropriated	 <u>\$30,605,000</u>	 <u>240,000</u>	 <u>30,845,000</u>

The amendment for the General Fund will require a withdrawal from Fund Equity in the amount of \$400,000. This resolution shall take effect February 26, 2008.

Supported by Mr. Bruce Mazurowski. Vote: All ayes (6) – Beverly, Dowdy, Hicks, Flesher, Mazurowski and Morgan. Nay - (0), Abstain - (0). Motion carried.

SUMMARY EXPLANATION OF PROPOSED CHANGES BY BUDGET CATEGORY

Revenue:

Local	\$ - 0 -	
State	500,000	increase due to higher fall enrollment than the budgeted enrollment expected in June
Federal	- 0 -	

Incoming Transfers
and Other
Transactions

	<u>-0</u>
Total Revenue	500,000

Expenditures:

Instruction

Basic Programs	- 0 -
Added Needs	- 0 -
Adult & Continuing	- 0 -

Support Services

Pupil	31,000	Recall Media aides; recalculation of salaries and benefits
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Instructional Staff	- 0 -
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Gen. Adm.	1,000	recalculation of salaries and benefits
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School Adm.	15,000	recalculation of salaries and benefits
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Business Services	175,000	Property tax refund and recalculation of salaries and benefits
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Oper. & Mtce.	- 0 -
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Pupil Transportation	- 0 -
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Central Services	18,000	recalculation of salary and benefits
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Community Services	- 0 -
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Outgoing/Other	<u>- 0 -</u>
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Total Expenditures	\$ 240,000
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