

Budget Amendments

2020-2021

February 15, 2021



‘Huge cuts’ to school programs loom if lawmakers don’t provide relief funding, West Michigan

“Superintendents across Kent, Muskegon and Ottawa counties urged government officials to mitigate a \$1.3 billion revenue loss to the Michigan School Aid Fund [projected](#) by the state’s top economists at the May 15 Michigan Consensus Revenue Estimating Conference.

Cuts to schools could amount to \$700 per pupil with the “small balance” currently remaining in the school aid fund, according to a news release issued by the West Michigan Talent Triangle, which comprises 41 area superintendents.”

Source: MLive May 22, 2020

Enrollment Funding Formula



The primary funding source for K-12 public schools comes from the Per Pupil Foundation Allowance. This is specifically tied to enrollment numbers.

Funding Formula

90% current school year October count + 10% prior year supplemental February count

For 2020-21 only, the state implemented a new **Super Blend** formula to help alleviate the large fluctuations in enrollment due to the pandemic.

Super Blend Formula

$(90/10 \text{ blend for } 2019-20 \times .75) + (90/10 \text{ blend for } 2020-21 \times .25)$

This Super Blend saved the district over \$788,000 as we saw enrollment decline by 138 FTE.

Michigan education spared big cuts in budget

“On Wednesday, Gov. Gretchen Whitmer and state legislators agreed to a budget that will increase per-pupil funding by \$65. That increase came after a summer when educators feared falling tax collections could force cuts of up to \$750 per student.”

Source: Detroit Free Press September 24, 2020

Additional Federal Funding CARES Act



Through various federal CARES grants CCS has received **\$2.2 million** in 20/21.

- These funds were allocated to:
 - PPE \$65,000
 - Technology/Accessibility/Remote Learning \$1.3 million
 - Online Teaching Mentors \$525,000
 - Healthcare staff (doctor, nurses, building health paras) \$315,000
 - PD and additional curriculum development \$50,000
 - Approx. **\$2,255,000** in pandemic related expenses

2020-2021 Big Picture

| | 2019-20 Actual | 2020-21 Adopted 6/22/20 | 2020-21 Proposed Amendment | Change |
|--------------------------|-------------------|-------------------------------|----------------------------------|------------------|
| Revenues | 55,379,714 | 52,786,777* | 58,833,500** | 6,046,723 |
| Expenditures | 54,340,806 | 55,683,979 | 59,534,156 | 3,850,177 |
| Surplus/(Deficit) | 1,038,908 | (2,897,202) | (700,656) | 2,196,546 |
| Ending Fund Balance | 10,057,840 | 7,160,638 | 9,357,184 | 2,196,546 |
| % of Exp | 18.5% | 12.9% | 15.8% | 2.9% |

*Includes a \$650/pupil reduction we were facing at that time.

**State funding restored with additional CARES federal funds over \$2.2 million.