Grosse Pointe Public School System

2025-2026
General Appropriations Act
Proposed Budget

June 11, 2025

OUR VISION

One inclusive community learning together

OUR MISSION

Cultivate Educational Excellence By:

• Empowering Students • Valuing Diversity • Inspiring Curiosity • Pushing Possibilities

Board of Education

	Term Expiration
Colleen Worden	December 31, 2028
Valarie St. John	December 31, 2026
Timothy Klepp	December 31, 2028
Laura Hull	December 31, 2028
Clint Derringer	December 31, 2028
Virginia Jeup	December 31, 2026
Sean Cotton	December 31, 2026

Administration

Dr. Andrea Tuttle, Superintendent

Dr. Roy Bishop, Deputy Superintendent

Katie Newman, Interim Director of Pre-K-12 Teaching and Learning

Lillie Loder, Executive Director of Special Education

Frayer Consulting, Interim Director of Finance and Operations

Moussa Hamka, Assistant Superintendent of Human Resources

To: Board of Education

Date: June 11, 2025

RE: Proposed Budget Adoption

The Board of Education is required to approve all budgets on behalf of the district. Enclosed are the recommended budgets for the General, Special Revenue, Debt Service, and Capital Project Funds for the fiscal year 2025-2026. The most current available information has been used to prepare these proposed budgets.

General Fund

The proposed budget for the General Fund incorporates several key revenue assumptions. Property tax revenue is anticipated to grow by 2%, reflecting an adjustment to local funding levels. Additionally, the State Foundation Allowance is expected to increase by $392 per pupil, increasing state contributions. However, there is a projected reduction in revenue associated with a decrease of 100 Full-Time Equivalent (FTE) students. On a more positive note, the budget includes an increase of $750,000 in 31aa state categorical funding dedicated to mental health initiatives.

The district also expects to generate $600,000 from the sale of Poupard, which was finalized on February 14, 2025, and is anticipated to fully close by August 14, 2025. If the funds are received before August 30, 2025, they will be accounted for in FY25, though they are currently recorded in FY26.

There was a reduction of $445,780 in 35j funding for professional development in literacy made to the budget, and there is a significant reduction in MPSERS 147c offset funding, amounting to $3,092,227, which impacts state-provided retirement-related funding.

For the third consecutive year, the district has continued to right-size. The proposed budget reflects several adjustments to staffing and associated costs. Staff costs have been increased to account for settled contracts, while benefit costs are projected to rise by 2%. Additionally, there is a planned decrease of 8.14 FTE instructional positions, categorized under function code 113, and a further reduction of 1 FTE nursing position under object code 1450.

Lastly, the budget assumes that no supplementary funding will be required from the General Fund for other financial reserves or programs.

Special Education Center Programs Fund

Adjustments proposed for this fund are based on the most recent Act 18 budget provided by Wayne RESA (which indicated no major changes to funding for Fiscal Year 2026). Increased staffing costs were adjusted to the proposed budget.

Food Service Fund

The food service revenue and expenditures have been updated to reflect the most current financial activity. It's important to note that the district is expecting to reduce the fund balance by $158,657 for FY26. That <u>does not</u> account for a payment from Taher at the end of the year to increase the

fund balance by $50,000 per their contract. There is still an anticipated positive ending fund balance of $42,029.68

Community Services Fund
The community services fund adjustments are associated with current year childcare participants.

Student & School Activity Fund
The adjustments to the student & school activity fund are based on current year utilization of those accounts.

Debt Fund
The debt fund adjustment is the beginning fund balance to actual per the audit results.

Sinking Fund
The sinking fund revenue increased to match the new 3 mill levy (voted November 2024- increased from 1 to 3 mills). Expenditure includes construction and projects related to tuckpointing/roofing, entrances, doors, windows, sidewalks, instructional technology/student devices, fencing, drinking fountains, design costs, contingency costs, permit costs, and unforeseen emergencies.

2021 School Building & Site Bond Fund
The 2021 school building & site bond fund adjustments are based on current expenditure estimates related to projects.

June 11, 2025

RESOLVED, that this resolution shall be the general appropriations of Grosse Pointe Public School System for the 2025-2026 fiscal year; a resolution to make appropriations; to provide for the expenditure of the appropriations; and to provide for the disposition of all revenue received by the Grosse Pointe Public School System.

BE IT FURTHER RESOLVED that the total revenues and unappropriated fund balance estimated to be available for appropriation in the ***general fund*** of the school district for fiscal year 2025-2026 is as follows:

Revenues	
Local Sources	$22,442,554.33
Other Local Sources	$4,678,278.09
State Sources	$74,818,093.89
Federal Sources	$2,458,903.05
Other Financing Sources	$800,000.00
Total Revenue	**$105,197,829.36**
Estimated Fund balance, July 1, 2025	$15,748,762.55
Total available to appropriate	**$120,946.591.91**

BE IT FURTHER RESOLVED, that **$105,168,930.47** of the total available to appropriate in the ***general fund*** is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Basic Programs	$53,295,751.98
Added Needs	$8,793,834.26
Pupil Services	$7,471,904.63
Instructional Staff	$3,618,423.79
General Administration	$1,429,079.75
School Administration	$7,123,658.67
Business Services	$1,615,455.26
Operations & Maintenance	$12,506,024.97
Transportation	$2,000,856.23
Central	$3,496,917.91
Other Support Services	$3,082,074.35
Community Activities	$747,187.90
Total Expenditures	**$105,168,930.47**
Change in Fund Balance	$28,898.89
Fund Balance Projection, June 30, 2026	$15,777,661.44
Total Appropriated	**$105,168,930.47**

Grosse Pointe Public School System
Resolution for Adoption by the Board of Education
June 11, 2025

BE IT FURTHER RESOLVED that the total revenues and unappropriated fund balance estimated to be available for appropriation in the ***food service fund*** of the school district for fiscal year 2025-2026 is as follows:

Revenues	
Local Sources	$150,000.00
State Sources	$1,100,000.00
Federal Sources	$500,000.00
Total Revenue	**$ 1,750,000.00**
Estimated Fund balance, July 1, 2025	$200,686.87
Total available to appropriate	**$ 1,950,686.87**

BE IT FURTHER RESOLVED, that **$1,908,657.19** of the total available to appropriate in the ***food service fund*** is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Food Service	**$ 1,908,657.19**
Fund Balance Projection, June 30, 2026	$42,029.68
Total Appropriated	**$1,908,657.19**

Grosse Pointe Public School System
Resolution for Adoption by the Board of Education
June 11, 2025

BE IT FURTHER RESOLVED that the total revenues and unappropriated fund balance estimated to be available for appropriation in the ***special education fund*** of the school district for fiscal year 2025-2026 is as follows:

Revenues	
State sources	$8,125,000.00
Interdistrict sources	$6,001,881.44
Total Revenue	**$14,126,881.44**
Estimated Fund balance, July 1, 2025	$683,460.67
Total available to appropriate	**$14,810,342.11**

BE IT FURTHER RESOLVED, that **$13,526,618.26** of the total available to appropriate in the ***special education fund*** is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Added Needs	$ 8,601,618.26
Pupil Support Services	$3,250,000.00
Instructional Staff Support Services	$800,000.00
Operations & Maintenance	$50,000.00
Transportation	$25,000.00
Other Financing Uses	$800,000.00
Total Expenditures	**$13,526,618.26**
Fund Balance Projection, June 30, 2026	$1,283,723.85
Total Appropriated	**$13,526,618.26**

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BE IT FURTHER RESOLVED that the total revenues and unappropriated fund balance estimated to be available for appropriation in the ***community services fund*** of the school district for fiscal year 2025-2026 is as follows:

Revenues	
Local	$ 2,500,000.00
State	$0.00
Total Revenue	**$ 2,500,000.00**
Estimated Fund balance, July 1, 2025	$561,410.65
Total available to appropriate	**$ 3,061,410.65**

BE IT FURTHER RESOLVED, that **$2,799,182.25** of the total available to appropriate in the ***school service fund*** is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Community Services	$ 2,799,182.25
Other Financing Sources	$0.00
Total Expenditures	**$ 2,799,182.25**
Fund Balance Projection, June 30, 2026	$262,228.40
Total Appropriated	**$ 2,799,182.25**

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June 11, 2025

BE IT FURTHER RESOLVED that the total revenues and unappropriated fund balance estimated to be available for appropriation in the ***student & school activity fund*** of the school district for fiscal year 2025-2026 is as follows:

Revenues	
Local Sources	**$3,000,000**
Estimated Fund balance, July 1, 2025	$2,769,630.05
Total available to appropriate	**$ 5,769,630.05**

BE IT FURTHER RESOLVED, that **$3,000,000.00** of the total available to appropriate in the ***student & school activity fund*** is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Student & School Activities	**$ 3,000,000.00**
Fund Balance Projection, June 30, 2026	$2,769,630.05
Total Appropriated	**$ 3,000,000.00**

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June 11, 2025

BE IT FURTHER RESOLVED that the total revenues and unappropriated fund balance estimated to be available for appropriation in the ***debt service fund*** of the school district for fiscal year 2025-2026 is as follows:

Revenues	
Local Sources	**$11,317,762.20**
Estimated Fund balance, July 1, 2025	$4,013,333.01
Total available to appropriate	**$15,331,095.21**

BE IT FURTHER RESOLVED, that **$10,956,752.50** of the total available to appropriate in the ***debt service fund*** is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Business	$1,000.00
Other Financing Uses	$10,955,752.50
Total Expenditures	**$10,956,752.50**
Fund Balance Projection, June 30, 2026	$4,374,342.71
Total Appropriated	**$10,956,752.50**

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Resolution for Adoption by the Board of Education
June 11, 2025

BE IT FURTHER RESOLVED that the total revenues and unappropriated fund balance estimated to be available for appropriation in the ***sinking fund*** of the school district for fiscal year 2025-2026 is as follows:

Revenues	
Local Sources	**$10,160,932.98**
Estimated Fund balance, July 1, 2025	$ 4,014,645.48
Total available to appropriate	**$14,175,578.46**

BE IT FURTHER RESOLVED, that **$11,673.200.00** of the total available to appropriate in the ***sinking fund*** is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Operations & Maintenance	$10,873,200.00
Other Financing Sources	$800,000.00
Total Expenditures	**$11,673,200.00**
Fund Balance Projection, June 30, 2026	$ 2,502,378.46
Total Appropriated	**$11,637,200.00**

Grosse Pointe Public School System
Resolution for Adoption by the Board of Education
June 11, 2025

BE IT FURTHER RESOLVED that the total revenues and unappropriated fund balance estimated to be available for appropriation in the ***2021 school building & site fund*** of the school district for fiscal year 2025-2026 is as follows:

Revenues	
Local Sources	**$100,000**
Estimated Fund balance, July 1, 2025	$ 2,403,284.40
Total available to appropriate	**$ 2,503,284.40**

BE IT FURTHER RESOLVED, that **$1,870,184.00** of the total available to appropriate in the ***2021 school building & site fund*** is hereby appropriated in the amounts and for the purposes set forth below:

Expenditures	
Capital Projects	**$1,870,184.00**
Fund Balance Projection, June 30, 2026	$633,100.40
Total Appropriated	**$ 1,870,184.00**

BE IT FURTHER RESOLVED, that no Board of Education member or employee of the school district shall expend any funds or obligate the expenditure of any funds except pursuant to appropriations made by the Board of Education and in keeping with the budgetary policy statement hitherto adopted by the Board. Changes in the amount appropriated by the Board shall require approval by the Board.

BE IT FURTHER RESOLVED, that, for purposes of meeting the needs of the school district, the Superintendent or his/her designee is permitted to implement adjustments and/or transfers within line items of the budget adopted by the Board subject to later authorization of the Board of Education. When the Superintendent or Deputy Superintendent of Business Operations make a transfer of appropriations as permitted by this resolution, all such adjustments and/or transfers which alter the budget at the function level shall be reported on a regular basis to the Board at a scheduled meeting. Authorization for such adjustments and/or transfers shall be included in the Budget Amendments of the General Appropriations Act, as needed.

BE IT FURTHER RESOLVED, that the Superintendent and Deputy Superintendent of Business Operations are hereby charged with general supervision of the execution of the Budget adopted by the Board and shall hold the department heads responsible for performance of their responsibilities within the amounts appropriated by the Board of Education and in keeping with the budgetary policy statement hitherto adopted by the Board.

This act is to take effect **June 11, 2025**.