

**PLYMOUTH-CANTON COMMUNITY SCHOOLS**  
**Office of the Chief Finance & Operations Officer**

**TO:** Monica Merritt, Superintendent  
Board of Education

**FROM:** Deborah J. Piesz, Chief Finance & Operations Officer

**DATE:** February 28, 2023

**RE:** **Resolution to Adopt the 2022-2023 Mid-Year Budget Amendment-  
First and Final Reading**

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**OVERVIEW**

Please see the attached recommendation for a general fund budget amendment for the 2022-23 fiscal year.

This amendment was presented at the Finance & Operations Committee meeting of February 23, 2023.

**RESOLUTION**

It was moved by Member \_\_\_\_\_ and seconded by Member \_\_\_\_\_ to adopt the 2022-2023 Mid-Year Budget Amendment.

Ayes: \_\_\_\_\_

Nays: \_\_\_\_\_

The motion was: \_\_\_\_\_

**PLYMOUTH-CANTON COMMUNITY SCHOOLS  
GENERAL FUND BUDGET AMENDMENT #1  
FISCAL YEAR 2022-2023**

	AMENDMENTS			
	<u>PRIOR YEAR</u>	<u>ORIGINAL</u>	<u>Total</u>	<u>AMENDED</u>
	<u>ACTUAL</u>	<u>BUDGET</u>	<u>Amendments</u>	<u>BUDGET</u>
<b>REVENUE</b>				
<b>LOCAL SOURCES</b>				
Property taxes	\$ 30,368,161	\$ 30,358,957	\$ 2,250,489	\$ 32,609,446
Interest	44,125	38,289	762,311	800,600
Student activity revenue	1,172,314	1,114,328	5,171	1,119,499
Rental income	251,609	212,047	25,355	237,402
Other local sources	663,913	666,403	-	666,403
Student tuition	145,925	10,500	3,885	14,385
Medicaid - Fee for Service	876,269	799,686	-	799,686
Insurance Reimbursement	-	19,000	-	19,000
Sale of assets	1,521	2,000	-	2,000
<b>Total Local Revenue</b>	<b>33,523,837</b>	<b>33,221,210</b>	<b>3,047,211</b>	<b>36,268,421</b>
<b>STATE REVENUE</b>				
Foundation Allowance	108,918,888	114,030,279	1,453,505	115,483,784
Special Ed Foundation Allowance	9,134,057	9,134,057	2,442,720	11,576,777
MPSERS Cost Offset & Reform	3,818,976	3,204,593	(638,403)	2,566,190
MPSERS 147C Unfunded Accrued Liability	17,691,430	17,771,029	1,936,229	19,707,258
Less: State Aid Alloc to Act 18 Center Programs	(2,518,564)	(2,034,333)	-	(2,034,333)
Headlee Oblig for Data Collect-Adair	439,852	440,010	(1,552)	438,458
Vocational Education	431,357	431,358	200,247	631,605
Other State Revenue	1,377,073	1,254,617	(924,629)	329,988
State Aid Adjustments	(311,536)	288,698	(291,856)	(3,158)
<b>Total State Revenue</b>	<b>138,981,533</b>	<b>144,520,308</b>	<b>4,176,261</b>	<b>148,696,569</b>
<b>FEDERAL REVENUE</b>				
QSCB Interest Subsidy	353,602	353,602	(149,482)	204,120
Medicaid - Outreach	57,317	38,604	-	38,604
<b>Total Federal Revenue</b>	<b>410,919</b>	<b>392,206</b>	<b>(149,482)</b>	<b>242,724</b>
<b>INTERMEDIATE REVENUE</b>				
Act 18 Independence Parapros	1,793,324	2,603,380	-	2,603,380
Act 18 Center Program Indirect	739,917	771,063	-	771,063
Act 18 Center Prog Settlement/Distributions	43,589	(41,000)	-	(41,000)
Enhancement Millage	7,615,427	5,932,080	(268,913)	5,663,167
SE Program Costs Reimb	1,566,400	-	881,525	881,525
Act 18 Sec 74 Transportation Reimbursement	894,080	918,000	-	918,000
<b>Total Intermediate Revenue</b>	<b>12,652,737</b>	<b>10,183,523</b>	<b>612,612</b>	<b>10,796,135</b>
<b>OTHER FINANCING SOURCES</b>				
Transfers in from Other Funds	780	144,842	-	144,842
<b>Total Other Financing Sources</b>	<b>780</b>	<b>144,842</b>	<b>-</b>	<b>144,842</b>
<b>TOTAL REVENUE &amp; OTHER FINANCING SOURCES</b>	<b>\$ 185,569,806</b>	<b>\$ 188,462,089</b>	<b>\$ 7,686,602</b>	<b>\$ 196,148,691</b>

**PLYMOUTH-CANTON COMMUNITY SCHOOLS  
GENERAL FUND BUDGET AMENDMENT #1  
FISCAL YEAR 2022-2023**

	AMENDMENTS			
	PRIOR YEAR	ORIGINAL	Total	AMENDED
	ACTUAL	BUDGET	Amendments	BUDGET
<b>REVENUE</b>				
Local Sources	\$ 33,523,837	\$ 33,221,210	\$ 3,047,211	\$ 36,268,421
State Sources	138,981,533	144,520,308	\$ 4,176,261	148,696,569
Federal Sources	410,919	392,206	\$ (149,482)	242,724
Interdistrict Sources	12,652,737	10,183,523	\$ 612,612	10,796,135
Transfers from Other Funds	780	144,842	-	144,842
<b>TOTAL REVENUE</b>	<b>\$ 185,569,806</b>	<b>\$ 188,462,089</b>	<b>\$ 7,686,602</b>	<b>\$ 196,148,691</b>
<b>EXPENDITURES</b>				
<b>INSTRUCTION</b>				
Basic Programs	96,950,314	98,602,447	(1,250,714)	97,351,733
Added Needs	15,145,108	16,267,769	(327,260)	15,940,509
Adult Education (Sec 107)	-	-	-	-
<b>Total Instruction</b>	<b>112,095,422</b>	<b>114,870,216</b>	<b>(1,577,974)</b>	<b>113,292,242</b>
<b>SUPPORTING SERVICES</b>				
Pupil Support	16,155,991	16,337,813	688,026	17,025,839
Instructional Support	11,664,171	12,364,873	3,089,413	15,454,286
General Administration	918,156	959,455	97,923	1,057,378
School Administration	11,378,847	12,055,907	739,081	12,794,988
Business	1,876,936	2,045,770	(27,673)	2,018,097
Maintenance & Operations	17,247,342	17,528,919	1,414,553	18,943,472
Transportation	7,218,106	9,528,178	598,287	10,126,465
Central Support Services	3,853,005	4,203,350	335,459	4,538,809
School Activities	2,504,318	2,389,081	185,318	2,574,399
Community Services	770,162	822,901	58,641	881,542
Facility Improvements	3,796,350	198,130	88,925	287,055
Non-voted Debt Service	1,064,547	1,010,216	(128,476)	881,740
<b>Total Supporting Services</b>	<b>78,447,931</b>	<b>79,444,593</b>	<b>7,139,477</b>	<b>86,584,070</b>
<b>TOTAL OPERATING EXPENDITURES</b>	<b>190,543,354</b>	<b>194,314,809</b>	<b>5,561,503</b>	<b>199,876,312</b>
<b>OTHER FINANCING USES</b>				
Transfers to Other Funds	-	-	-	-
<b>Total Other Financing Uses</b>	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>190,543,354</b>	<b>194,314,809</b>	<b>5,561,503</b>	<b>199,876,312</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(4,973,548)</b>	<b>(5,852,720)</b>	<b>2,125,099</b>	<b>(3,727,621)</b>
<b>BEGINNING FUND BALANCE</b>	<b>45,920,794</b>	<b>39,398,725</b>		<b>40,947,246</b>
<b>ENDING FUND BALANCE</b>	<b>\$ 40,947,246</b>	<b>\$ 33,546,005</b>		<b>\$ 37,219,625</b>
	21.5%	17.3%		18.6%

**Information Only:**

<b>OBJECT LEVEL EXPENDITURES</b>				
Salaries & Fringe Benefits	\$ 158,725,388	\$ 162,143,752	\$ 3,134,616	\$ 165,278,368
Purchased Services	18,304,678	20,902,097	\$ 1,478,328	22,380,425
Supplies & Materials	7,614,444	8,380,113	\$ 781,651	9,161,764
Capital Outlay & Equipment	4,421,452	1,159,165	\$ 216,408	1,375,573
Other Expenditures	1,477,392	1,729,682	(49,500)	1,680,182
<b>TOTAL EXPENDITURES</b>	<b>\$ 190,543,354</b>	<b>\$ 194,314,809</b>	<b>\$ 5,561,503</b>	<b>\$ 199,876,312</b>

**PLYMOUTH-CANTON COMMUNITY SCHOOLS**  
**SUMMARY OF MID-YEAR BUDGET AMENDMENTS - FEBRUARY 2023**  
**FISCAL YEAR 2022/23**

DESCRIPTION	Increase / (Decrease)		NET IMPACT
	REVENUE	EXPENDITURES	
<b>ORIGINAL BUDGET - July 1, 2022</b>	<b>\$ 188,462,089</b>	<b>\$ 194,314,809</b>	<b>\$ (5,852,720)</b>
<b>ADJUSTMENTS:</b>			
1 Increase in property tax revenue due to increase in taxable values	2,250,489	-	2,250,489
2 Increase in investment income due to increase in interest rates compared to prior years	762,311	-	762,311
3 Increase in student activity revenue and student tuition	9,056	-	9,056
4 Increase in rental income due to CPI adjustments in the contract	25,355	-	25,355
5 Increase in State School Aid foundation allowance based on 2/21/23 state status report	1,453,505	-	1,453,505
6 Increase in State Aid adjustment for increased special education costs	2,442,720	-	2,442,720
7 Update MPSERS Offset (Sec 147a) to 2/21/23 state status report	(638,403)	-	(638,403)
8 Update MPSERS UAAL Rate Stabilization (147c) to 2/21/23 state status report	1,936,229	-	1,936,229
9 Decrease in Headlee obligation for data collection	(1,552)	-	(1,552)
10 Increase in Vocational education	200,247	-	200,247
11 Decrease in other state aid revenue and state aid adjustments	(1,216,485)	-	(1,216,485)
12 Decrease QSCB interest subsidy	(149,482)	-	(149,482)
13 Decrease in estimated enhancement millage	(268,913)	-	(268,913)
14 Increase in Special Education program cost reimbursement for Act 18	881,525	-	881,525
15 Adjust salary, retirement and FICA to current balance of contract; variances are due to final staff assignments and vacant positions	-	3,134,616	(3,134,616)
16 Increase transportation costs including extra curricular programs	-	458,352	(458,352)
17 Increase maintenance and operations contracted services and repairs	-	359,081	(359,081)
18 Increase in property liability insurance, professional development, legal services and building security	-	725,895	(725,895)
19 Increase in air purifier filters, electrical and HVAC repairs, HVAC filters, custodial and other supplies district-wide	-	795,627	(795,627)
20 Building acquisition costs and new equipment	-	216,408	(216,408)
21 Reduction to adjust the QSCB set aside payment to actual	-	(128,476)	128,476
			-
<b>SUB-TOTAL OF OTHER ADJUSTMENTS</b>	<b>7,686,602</b>	<b>5,561,503</b>	<b>2,125,099</b>
<b>GRAND TOTAL ADJUSTMENTS</b>	<b>7,686,602</b>	<b>5,561,503</b>	<b>2,125,099</b>
<b>AMENDED BUDGET</b>	<b>\$ 196,148,691</b>	<b>\$ 199,876,312</b>	<b>\$ (3,727,621)</b>

**PLYMOUTH-CANTON COMMUNITY SCHOOLS  
SUMMARY OF MID-YEAR BUDGET AMENDMENTS - FEBRUARY 2023  
FISCAL YEAR 2022/23**

Line #	Explanation
1	Local property tax revenue is trending higher than estimated due to the increase in taxable values
2	Increase in investment income due to increased interest rates compared to prior years
3	Increase in student activity revenue and student tuition
4	Increase in rental income due to CPI adjustments in the contract
5	Increase in State Aid foundation allowance based on the 2/21/23 state status report
6	Increase State Aid adjustment for increased special education costs
7	Update MPSERS Offset (Sec 147a) to actual to 2/21/23 state status report
8	Update MPSERS UAAL Rate Stabilization (147c) to 2/21/23 state status report
9	Decrease in Headlee obligation for data collection
10	Increase in vocational education
11	Decrease in other state aid revenue and state aid adjustments
12	Decrease QSCB interest subsidy
13	Decrease in enhancement millage
14	Increase in Special Ed program cost reimbursement for Act 18
15	Adjust salary, retirement and FICA to current balance of contract; variances are due to final staff assignments and vacant positions
16	Increase in transportation costs including extra curricular programs at the middle and high schools
17	Increase maintenance and operations contracted services and repairs
18	Increase in property liability insurance, professional development , legal services and building security
19	Increase in air purifier filters, electrical and HVAC repairs, HVAC filters, custodial and other supplies district-wide
20	Building acquisition costs and new equipment
21	Reduction to adjust the QSCB set aside payment to actual