



**Wayne Regional Educational Service Agency
Board of Education
Action/Information Item
February 17, 2021**

K.2. 2020-2021 Budget Amendment – Wayne County RESA

Budget amendments for the 2020-2021 fiscal year for the General, Cooperative, Enhancement Millage, Act 18, Special Education Operating, Medicaid, Capital Projects and Funded Projects funds are being presented for the consideration and approval of the Board of Education. The purpose of the amendments is to more accurately state estimated revenues and expenditures based on current data and projections made since the budget was originally adopted. The significant changes in the budget are as follows by fund:

General Fund

- Revenues
 - Local sources have been decreased to reflect as a result of decreased interest income due to the flattening of the United States Economy and other national issues. This is partially mitigated by projected increases in tax collections.
 - State sources have been increased to reflect additional allocations for retirement cost stabilization and offsets funded through section 147. These increases are offset by increased retirement expenses in all funds.
- Expenditures
 - Salaries and benefits decreases are reflective of current staffing levels that continue to be aligned to reflect departmental work. Portions of several positions are filled for only part of the current year.
 - Increased Purchased Services increases are a result of the communications costs associated with the renewal of the enhancement millage.

Cooperative Fund

- Revenues
 - Local sources are decreased to reflect decreased revenue to the print shop.
 - Transfers from Other Agencies have been increased to reflect additional payments from a former consortium district for ongoing archival access to student databases.
- Expenditures
 - Salaries and Benefits are slightly decreased to reflect the cost of partial filled positions for the current year.
 - Purchased services increases are a result of increased licensing fees to Aequitas to maintain archival access to student databases for a former consortium district, as well as updated budget amount for phone & data lines
 - Capital outlay decreases are reflective of reduced estimates for replacement of network equipment for the current year for the disaster recovery project.
 - Outgoing transfers to other agencies decreased are a result of decreased payments to Genesee ISD for online courses which are now paid directly by local districts.

Act 18 Fund

- Revenues
 - Local revenues have been increased to reflect increased collections on tax levy due to increased property values as well as projected collection rate partially offset by decreased interest revenue for Act 18 investments. These reductions are reflective of the current state of the US economy.
 - Incoming transfers have been decreased to reflect updated estimates for Medicaid revenue based on the current payment schedule.
- Expenditures
 - Outgoing transfers to other agencies estimates have been adjusted to reflect current approved costs for Center Program Operators as well as the previously approved \$15 million in reimbursement to districts for Special Education transportation costs and \$6 million in capital improvement costs to operating districts

Special Education Operating Fund

- Increases to expenditures include additional capital outlay for assistive technology equipment that is lent to special education students as part of the Wayne Assistive Technology Team program.
- Outgoing transfers to other agencies has been reduced due to reduced tuition payments to the Michigan School for the Deaf and other residential special education programs.

Medicaid Fund

- Includes reductions to both revenues and transfers out to reflect the expected decrease in final billable Medicaid services for both Direct School Based services and Administrative Outreach claims due to decreases in-person services during periods of remote learning.

Enhancement Millage

- Revenue estimates have been updated to reflect expected collection based upon 4 years of collections, increased taxable values and to reflect timing of delinquent collections.
- Expenditures have been adjusted to reflect full distribution of revised revenue estimates.

Funded Programs

- Revenues and Expenditures have been adjusted to reflect currently approved programs including carryover amounts from previous funding years that span multiple fiscal years. Carryover amounts were not available at the time the original budget was adopted.

Motion Required

I move that the Board approve the Wayne RESA 2020-2021 Amended Appropriations Resolutions of the General, Cooperative, Enhancement Millage, Act 18, Special Education Operating, Medicaid, Capital Projects and Funded Projects funds, as presented.

AMENDMENT TO GENERAL APPROPRIATION

Resolution by the Board of Education of the Wayne County Regional Educational Service Agency

RESOLVED, that the General Appropriation for the **General Fund** of Wayne County Regional Educational Service Agency for the fiscal year 2020-2021 is amended as follows:

	APPROVED BUDGET	AMENDED BUDGET
Fund Balance July 1, 2020	\$15,670,348	\$15,670,348
<i>Revenues</i>		
Local Sources	5,041,000	4,796,500
State Sources	11,678,500	12,125,600
Incoming Transfers – Other Governmental Agencies	538,400	568,900
Incoming Transfers – Other Funds	1,099,300	1,099,300
Total Revenues	<u>\$18,357,200</u>	<u>18,590,300</u>
Amount Available to Appropriate	<u>\$34,027,548</u>	<u>\$34,260,648</u>

BE IT FURTHER RESOLVED, that the following amounts are hereby appropriated for the General Fund for the purposes as set forth below:

	APPROVED BUDGET	AMENDED BUDGET
<i>Expenditures</i>		
Salaries	\$7,238,500	6,966,100
Employee Benefits	4,189,200	4,124,500
Purchased Services	1,727,800	1,976,300
Supplies and Materials	411,200	432,900
Capital Outlay	279,700	299,700
Other Expenses	103,900	116,150
Outgoing Transfers – Other Governmental	165,500	165,500
Other Funds	<u>5,722,300</u>	<u>5,692,280</u>
Total Expenditures	<u>\$19,838,100</u>	<u>19,773,430</u>
Projected Fund Balance June 30, 2021	<u>\$14,189,448</u>	<u>\$14,487,218</u>

AMENDMENT TO GENERAL APPROPRIATION

Resolution by the Board of Education of the Wayne County Regional Educational Service Agency

RESOLVED, that the General Appropriation for the **Cooperative Fund** of Wayne County Regional Educational Service Agency for the fiscal year 2020-2021 is amended as follows:

	APPROVED BUDGET	AMENDED BUDGET
Fund Balance July 1, 2020	\$1,310,945	\$1,310,945
<i>Revenues</i>		
Local Sources	130,000	65,000
Incoming Transfers – Other Governmental Agencies	6,270,300	6,381,520
Incoming Transfers – Other Funds	5,351,800	5,179,280
Total Revenues	<u>\$11,752,100</u>	<u>11,625,800</u>
Amount Available to Appropriate	<u>\$13,063,045</u>	<u>\$12,936,745</u>

BE IT FURTHER RESOLVED, that the following amounts are hereby appropriated for the Cooperative Fund for the purposes as set forth below:

	APPROVED BUDGET	AMENDED BUDGET
<i>Expenditures</i>		
Salaries	5,216,300	5,063,100
Employee Benefits	3,286,200	3,220,600
Purchased Services	2,411,000	2,678,500
Supplies and Materials	497,000	506,000
Capital Outlay	221,000	63,000
Other Expenses	60,100	91,100
Outgoing Transfers – Other Governmental	50,000	-0-
Outgoing Transfers – Other Funds	<u>10,500</u>	<u>3,500</u>
Total Expenditures	<u>\$11,579,800</u>	<u>\$11,625,800</u>
Projected Fund Balance June 30, 2021	<u>\$1,310,945</u>	<u>\$1,310,945</u>

AMENDMENT TO GENERAL APPROPRIATION

Resolution by the Board of Education of the Wayne County Regional Educational Service Agency

RESOLVED, that the General Appropriation for the **County Wide Enhancement Millage** Fund of Wayne County Regional Educational Service Agency for the fiscal year 2020-2021 is amended as follows:

	APPROVED BUDGET	AMENDED BUDGET
Fund Balance July 1, 2020	\$- 0 -	\$- 0 -
<i>Revenues</i>		
Local Sources	\$82,500,000	\$86,308,000
Total Revenues	<u>\$82,500,000</u>	<u>\$86,308,000</u>
Amount Available to Appropriate	<u>\$82,500,000</u>	<u>\$86,308,000</u>

BE IT FURTHER RESOLVED, that the following amounts are hereby appropriated for the County Wide Enhancement Millage for the purposes as set forth below:

	APPROVED BUDGET	AMENDED BUDGET
<i>Expenditures</i>		
Outgoing Transfers – Other Governmental	\$82,500,000	\$86,308,000
Total Expenditures	<u>\$82,500,000</u>	<u>\$86,308,000</u>
Projected Fund Balance June 30, 2021	\$- 0 -	\$- 0 -

AMENDMENT TO GENERAL APPROPRIATION

Resolution by the Board of Education of the Wayne County Regional Educational Service Agency

RESOLVED, that the General Appropriation for the **Act 18 Special Education** Fund of Wayne County Regional Educational Service Agency for the fiscal year 2020-2021 is amended as follows:

	APPROVED BUDGET	AMENDED BUDGET
Fund Balance July 1, 2020	\$264,903,355	\$264,903,355
<i>Revenues</i>		
Local Sources	138,400,000	141,554,000
State Sources	27,600,000	27,762,800
Incoming Transfers – Other Governmental Agencies	350,000	440,000
Incoming Transfers – Other Funds	5,500,000	5,000,000
Total Revenues	<u>\$171,850,000</u>	<u>\$174,756,800</u>
Amount Available to Appropriate	<u>\$436,753,355</u>	<u>\$439,660,155</u>

BE IT FURTHER RESOLVED, that the following amounts are hereby appropriated for the Act 18 Special Education Fund for the purposes as set forth below:

	APPROVED BUDGET	AMENDED BUDGET
<i>Expenditures</i>		
Salaries	\$-0-	\$-0-
Employee Benefits	-0-	-0-
Purchased Services	463,000	463,000
Supplies and Materials	122,000	127,000
Capital Outlay	1,200,000	1,200,000
Other Expenses	0	0
Outgoing Transfers – Other Governmental	182,244,000	178,564,100
Outgoing Transfers – Other Funds	<u>2,820,000</u>	<u>2,740,000</u>
Total Expenditures	<u>\$186,849,000</u>	<u>183,094,100</u>
Projected Fund Balance June 30, 2021	<u>\$249,904,355</u>	<u>\$256,566,055</u>

AMENDMENT TO GENERAL APPROPRIATION

Resolution by the Board of Education of the Wayne County Regional Educational Service Agency

RESOLVED, that the General Appropriation for the **Special Education Operating Fund** of Wayne County Regional Educational Service Agency for the fiscal year 2020-2021 is amended as follows:

	APPROVED BUDGET	AMENDED BUDGET
Fund Balance July 1, 2020	\$-0-	\$-0-
<i>Revenues</i>		
State Sources	\$1,225,400	\$1,233,300
Incoming Transfers – Other Funds	3,070,000	3,090,000
Total Revenues	<u>\$4,295,400</u>	<u>\$4,323,300</u>
Amount Available to Appropriate	<u>\$4,295,400</u>	<u>\$4,323,300</u>

BE IT FURTHER RESOLVED, that the following amounts are hereby appropriated for the Special Education Operating Fund for the purposes as set forth below:

	APPROVED BUDGET	AMENDED BUDGET
<i>Expenditures</i>		
Salaries	\$1,801,200	\$1,784,400
Employee Benefits	1,139,100	1,168,800
Purchased Services	88,000	78,300
Supplies and Materials	46,500	40,500
Capital Outlay	70,000	210,000
Other Expenses	7,600	5,800
Outgoing Transfers – Other Governmental	954,000	850,700
Outgoing Transfers – Other Funds	189,000	184,800
Total Expenditures	<u>\$4,295,400</u>	<u>\$4,323,300</u>
Projected Fund Balance June 30, 2021	<u>\$-0-</u>	<u>\$-0-</u>

AMENDMENT TO GENERAL APPROPRIATION

Resolution by the Board of Education of the Wayne County Regional Educational Service Agency

RESOLVED, that the General Appropriation for the **Medicaid Fund** of Wayne County Regional Educational Service Agency for the fiscal year 2020-2021 is amended as follows:

	APPROVED BUDGET	AMENDED BUDGET
Fund Balance July 1, 2020	\$-0-	\$-0-
<i>Revenues</i>		
Local Sources	\$18,700,000	\$17,952,700
Incoming Transfers – Other Funds	0	0
Total Revenues	<u>\$18,700,000</u>	<u>\$17,952,700</u>
Amount Available to Appropriate	<u>\$18,700,000</u>	<u>\$17,952,700</u>

BE IT FURTHER RESOLVED, that the following amounts are hereby appropriated for the Medicaid Fund for the purposes as set forth below:

	APPROVED BUDGET	AMENDED BUDGET
<i>Expenditures</i>		
Salaries	\$318,500	\$249,000
Employee Benefits	172,300	158,900
Purchased Services	16,600	16,600
Supplies and Materials	2,500	2,500
Capital Outlay	0	0
Other Expenses	800	800
Outgoing Transfers – Other Governmental	12,642,800	12,469,400
Outgoing Transfers – Other Funds	\$5,546,500	5,001,500
Total Expenditures	<u>\$18,700,000</u>	<u>\$17,952,700</u>
Projected Fund Balance June 30, 2021	<u>\$0</u>	<u>\$0</u>

AMENDMENT TO GENERAL APPROPRIATION

Resolution by the Board of Education of the Wayne County Regional Educational Service Agency

RESOLVED, that the General Appropriation for the **Funded Projects** Fund of Wayne County Regional Educational Service Agency for the fiscal year 2020-2021 is amended as follows:

	APPROVED BUDGET	AMENDED BUDGET
Fund Balance July 1, 2020	(\$40,591)	(\$40,591)
<i>Revenues</i>		
Local Sources	\$2,941,200	\$2,873,384
State Sources	\$81,657,400	100,365,737
Federal Sources	90,615,000	123,132,163
Incoming Transfers – Other Governmental Agencies	4,998,000	5,524,985
Incoming Transfers – Other Funds	0	0
Total Revenues	<u>\$180,211,600</u>	<u>231,896,269</u>
Amount Available to Appropriate	<u>\$179,874,858</u>	<u>\$231,855,678</u>

BE IT FURTHER RESOLVED, that the following amounts are hereby appropriated for the Funded Projects Fund for the purposes as set forth below:

	APPROVED BUDGET	AMENDED BUDGET
<i>Expenditures</i>		
Salaries	\$7,812,300	\$11,096,547
Employee Benefits	4,522,900	6,902,029
Purchased Services	19,403,500	32,005,366
Supplies and Materials	1,392,000	3,118,836
Capital Outlay	85,300	10,200
Other Expenses	278,500	501,629
Outgoing Transfers – Other Governmental	145,484,300	174,304,316
Outgoing Transfers – Other Funds	1,232,800	3,916,755
Total Expenditures	<u>\$180,211,600</u>	<u>\$231,855,678</u>
Projected Fund Balance June 30, 2021	<u>\$(40,591)</u>	<u>\$-0-</u>

AMENDMENT TO GENERAL APPROPRIATION

***Resolution by the Board of Education of the
Wayne County Regional Educational Service Agency***

RESOLVED, that the General Appropriation for the **Capital Projects** Fund of Wayne County Regional Educational Service Agency for the fiscal year 2020-2021 is amended as follows:

	APPROVED BUDGET	AMENDED BUDGET
Fund Balance July 1, 2020	\$1,132,848	\$1,132,848
<i>Revenues</i>		
Local Sources	\$1,000	1,000
Incoming transfers- Other Funds	\$500,000	\$500,000
Total Revenues	<u>\$501,000</u>	<u>\$501,000</u>
Amount Available to Appropriate	<u>\$1,633,848</u>	<u>\$1,633,848</u>

BE IT FURTHER RESOLVED, that the following amounts are hereby appropriated for the Capital Projects Fund for the purposes as set forth below:

	APPROVED BUDGET	AMENDED BUDGET
<i>Expenditures</i>		
Capital Improvements	\$500,000	650,000
Total Expenditures	<u>\$500,000</u>	650,000
Projected Fund Balance June 30, 2021	<u>\$1,133,848</u>	<u>\$983,848</u>

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.

This appropriation resolution is to take immediate effect.

Signed: James S. Beri

James S. Beri, Secretary

February 17, 2021