



ANN ARBOR PUBLIC SCHOOLS

# 2024-25 PROPOSED GENERAL FUND AMENDED BUDGET

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Presented to the Board of Education December 18, 2024

# 2024-25 Proposed General Fund - Fund Balance

	2024-2025 Original Budget June 26, 2024	2024-2025 Proposed Amended Budget December 18, 2024	Original vs Amended
<b>Total Revenue</b>	<b>\$ 318,492,160</b>	<b>\$ 315,060,566</b>	<b>\$ (3,431,594)</b>
<b>Total Expenditures</b>	<b>\$ 307,085,223</b>	<b>\$ 305,303,207</b>	<b>\$ (1,782,016)</b>
<b>Revenue Over (Under) Expenditures</b>	<b>\$ 11,406,937</b>	<b>\$ 9,757,359</b>	<b>\$ (1,649,578)</b>
Fund Balance - Beginning of Year	\$ 4,784,864	\$ 7,142,192	\$ 2,357,328
<b>Fund Balance - End of Year</b>	<b>\$ 16,191,801</b>	<b>\$ 16,899,551</b>	<b>\$ 707,750</b>
Fund Balance as a Percent of Revenues	5.08%	5.36%	0.28%
Fund Balance as a Percent of Expenditures	5.27%	5.54%	0.27%

# 2024-25 Proposed General Fund Revenues Decrease of \$3.4M

- **\$3.3M Increase** in tax collections & other revenue
- **\$7.7M Decrease** in State Revenue -
  - **\$2.8M Decrease** Foundation Allowance due to \$0 increase in per pupil Foundation Allowance; Original budgeted of \$217 increase per pupil
  - **\$1.2M Decrease** in 31aa Student Mental Health & Safety
  - **\$1.1M Decrease** in Hold Harmless
  - **\$2.5M Decrease** in Michigan Public Schools Employees' Retirement System & Unfunded Actuarial Accrued Liability
  - **\$600K Decrease** in Special Education Funding
  - **\$700K Decrease** in 27L Educator Compensation
  - **\$1.2M Increase** in 35j Literacy PD & Curriculum Support
- **\$1.5M Decrease** in Federal Grants (primarily due to Head Start)
- **\$2.5M Increase** in Act 18 revenue from WISD
- Note – this is not an exhaustive list

# 2024-25 Proposed General Fund Revenues

	<b>2024-2025 Original Budget June 26, 2024</b>	<b>2024-2025 Proposed Amended Budget December 18, 2024</b>	<b>Original vs Amended</b>
<b>Revenue</b>			
Local sources	\$ 108,394,379	\$ 111,650,566	\$ 3,256,187
State sources	156,790,898	149,053,335	(7,737,563)
Federal sources	10,975,715	9,439,050	(1,536,665)
Interdistrict sources	42,331,168	44,917,615	2,586,447
<b>Total Revenue</b>	<b>\$ 318,492,160</b>	<b>\$ 315,060,566</b>	<b>\$ (3,431,594)</b>

## 2024-25 Proposed General Fund Expenditures Decrease of \$1.7M

- **\$7.8M Decrease** in Retirement costs (reductions of 5.75%)
- **\$5.5M Increase** in expenditures -
  - **\$5.7M Increase** due to multiple State Aid categoricals that arrived on June 20<sup>th</sup> or later and are carried over from FY 23/24 to FY 24/25 (ex. **\$1.5M** MI Kids Back on Track, **\$2.1M** Electric Bus Grant, **\$1.2M** Literacy PD Curriculum)
  - **\$200K decrease** due to reduction/elimination of categorical (ex. **\$1.3M** Mental Health Grant, **\$1.2M** 35j Curriculum)
- **\$600K Increase** in Transportation contract due to failure to reach agreement with Teachers Union on 5 minute bell time change at the Elementary schools
- Note – this is not an exhaustive list

# 2024-25 Proposed General Fund Expenditures

	2024-2025 Original Budget June 26, 2024	2024-2025 Proposed Amended Budget December 18, 2024	Original vs Amended
<b>Expenditures</b>			
<b>Instructional Services</b>			
Basic Programs (111x)	\$ 140,557,885	\$ 142,226,111	\$ 1,668,226
Added Needs (112x)	42,001,329	38,022,482	(3,978,847)
Adult & Continuing Education (113x)	305,704	270,775	(34,929)
Total Instruction Services	<u>\$ 182,864,918</u>	<u>\$ 180,519,368</u>	<u>\$ (2,345,550)</u>
<b>Instructional Support Services</b>			
Pupil (121x)	\$ 38,258,865	\$ 35,344,692	\$ (2,914,173)
Instructional Staff (122x)	13,593,477	15,971,081	2,377,604
School Administration (124x)	18,178,298	16,895,042	(1,283,256)
Athletics (129x)	4,258,024	4,549,556	291,532
Total Instructional Support Services	<u>\$ 74,288,664</u>	<u>\$ 72,760,371</u>	<u>\$ (1,528,293)</u>
<b>Non-Instructional Support Services</b>			
General Administration (123x)	\$ 3,945,239	\$ 3,716,084	\$ (229,155)
Business Services (125x)	3,977,932	3,221,886	(756,046)
Operations & Maintenance (126x)	23,549,212	23,270,293	(278,919)
Transportation (127x)	9,336,199	11,871,522	2,535,323
Central (128x)	7,648,238	7,862,030	213,792
Total Non-Instructional Support Services	<u>\$ 48,456,820</u>	<u>\$ 49,941,815</u>	<u>\$ 1,484,995</u>
<b>Community Activities</b>	\$ 1,353,218	\$ 1,927,343	\$ 574,125
<b>Other Financing Sources/Uses</b>	\$ 121,603	\$ 154,310	\$ 32,707
<b>Total Expenditures</b>	<u><b>\$ 307,085,223</b></u>	<u><b>\$ 305,303,207</b></u>	<u><b>\$ (1,782,016)</b></u>

## 2024-25 Proposed General Fund Fund Balance Increase of \$707K

- Actual Audited Beginning Fund Balance was \$2.3M higher
- Estimated revenues less expenditures results in an increase of Fund Balance by \$9,757,359
- Estimated ending fund balance is \$16,899,551 or 5.36% of revenue and 5.54% of expenditures
- Projected ending fund balance is \$1,009 (FY25 Original Budget \$967) per student
- Projected ending fund balance would cover 14.4 days (FY25 Original Budget 13.7 days) of operation

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