
**EMERGENCY MANAGER
SCHOOL DISTRICT OF THE CITY OF MUSKEGON HEIGHTS**

ORDER NO. 2016-11

ADOPTION OF 2-YEAR BUDGET

BY THE POWER AND AUTHORITY VESTED IN THE EMERGENCY MANAGER (THE "EMERGENCY MANAGER") FOR THE SCHOOL DISTRICT OF THE CITY OF MUSKEGON HEIGHTS (THE "DISTRICT") UNDER THE LOCAL FINANCIAL STABILITY AND CHOICE ACT, PUBLIC ACT 436 OF 2012, AS AMENDED, MCL 141.1451 TO 141.1575 ("ACT 436"); STEVEN M. SCHILLER, THE EMERGENCY MANAGER, ISSUES THE FOLLOWING ORDER:

The District is currently in receivership and under the supervision of the Emergency Manager under Act 436.

The Emergency Manager has broad powers under Act 436 to rectify the District's financial emergency and to assure the District's fiscal accountability and capacity of the District to provide or cause to be provided necessary governmental services essential to the public health, safety and welfare, including public educational services.

The Emergency Manager has been granted the authority under Act 436 to act for and in the place and stead of the District Board and the Emergency Manager has the power to exercise solely, on behalf of the District, all other authority and responsibilities affecting the District that are prescribed by law to the District Board.

Pursuant to Act 436, the Emergency Manager has broad power to manage the District, and may issue orders to elected and appointed officials necessary to accomplish the purpose of Act 436.

The Emergency Manager is issuing this order under Act 436 to rectify the District's financial emergency and allocate responsibilities in the event of the appointment of a receivership transition advisory board (an "Advisory Board") under Act 436.

The Emergency Manager therefore orders the following:

1. The attached two-year budget is adopted for the District and is effective if the Governor of the State of Michigan appoints a receivership transition advisory board for the District.
2. This Order may be amended, modified, repealed, or terminated by a subsequent Order issued by the Emergency Manager or other emergency manager for the District.
3. This Order is effectively immediately and supersedes any inconsistent provision of an order issued by an emergency manager for the District.

Dated: October 25, 2016

SCHOOL DISTRICT OF THE CITY OF
MUSKEGON HEIGHTS

By:



Steven M. Schiller
Emergency Manager

4819-0104-6587.1

School District of the City of Muskegon Heights
 Revenues, Expenditures, and Fund Balance
 2016-2017

	Actuals (Unaudited) <u>2016-17</u>
Beginning Fund Balance*	\$ (2,011,798)
Revenue	
Property taxes	\$ 980,000
Oversight fees	\$ 166,740
Transfers and Other	\$ 111,490
Total Revenue	\$ 1,258,230
Expenditures	
Data Technology	\$ 6,750
Board of Education	\$ 49,820
Executive Administration	\$ 90,870
Business Services	\$ 273,320
Building Services	\$ 100,500
District Technology	\$ 3,460
Emergency Loan Payments	\$ 506,490
Transfers and Other	\$ 182,100
Total Expenditures	\$ 1,213,310
Revenues Less Expenditures	\$ 44,920
Projected Ending Fund Balance	\$ (1,966,878)

* unaudited 2015-16 fund balance. May change upon finalization of 2015-16 audit.

School District of the City of Muskegon Heights
 Revenues, Expenditures, and Fund Balance
 2017-2018

	Actuals (Unaudited) <u>2017-18</u>
Beginning Fund Balance*	\$ (1,966,878)
Revenue	
Property taxes	\$ 980,000
Oversight fees	\$ 170,350
Transfers and Other	\$ 111,490
Total Revenue	\$ 1,261,840
Expenditures	
Data Technology	\$ 6,750
Board of Education	\$ 44,820
Executive Administration	\$ 90,870
Business Services	\$ 283,350
Building Services	\$ 100,500
District Technology	\$ 3,460
Emergency Loan Payments	\$ 506,470
Transfers and Other	\$ 182,100
Total Expenditures	\$ 1,218,320
Revenues Less Expenditures	\$ 43,520
Projected Ending Fund Balance	\$ (1,923,358)

* unaudited 2015-16 fund balance. May change upon finalization of 2015-16 audit.