

# **NICOLET HIGH SCHOOL DISTRICT**

**2021 Annual Meeting  
2021-22 Budget Hearing**

**Nicolet High School  
August 23, 2021  
Nicolet Library - Room D-110**

**The Annual Meeting will begin at 7:00 p.m. A budget hearing is held at the time and place of the Annual Meeting [s.65.90(4)].**

# Nicolet Union High School District Annual Meeting Agenda

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## Agenda

- A. Call to Order (7:00 p.m.)
- B. Elect Chairperson to Conduct Budget Hearing and Annual Meeting
- C. Reading of Official Meeting Notification by District Clerk
- D. Review and Approval of the Minutes of the Annual Meeting (8/24/20)
- E. Official Reports and Recommendations
  - President's Report
  - District Administrator's Report
- F. Presentation of the Proposed 2021-22 Budget
- G. Public Hearing on the Proposed 2021-22 Budget
- H. Adoption of Proposed Resolutions:
  - Resolution A: Adoption of Tax Levy
  - Resolution B: Set the Annual Salaries of Board Members
  - Resolution C: Reimbursement of Board Member Travel Expenses
  - Resolution D: Set the Date for the Next Annual Meeting
- I. Unfinished Business
- J. Adjournment

# Reports

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- Board President: Dr. Leigh Wallace-Tabak
- Superintendent: Dr. Greg Kabara

# Nicolet High School District 2021-22 Budget Presentation

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- 2021-22 Budget Information/Assumptions
  - ▣ State Biennial Budget
  - ▣ Enrollment/Membership Projection
  - ▣ Revenue Limit Calculation (Primary source of District revenue)
  - ▣ State Aid
  - ▣ Revenue from Other Sources
- 2021-22 Budget and Levy Details
  - ▣ Budget Highlights (Historical and Upcoming School Year)
  - ▣ Fund Balance (Where are we at and where are we going?)
  - ▣ Funds 73 and 80 (OPEB and Recreation Department)
  - ▣ Tax Levy Information



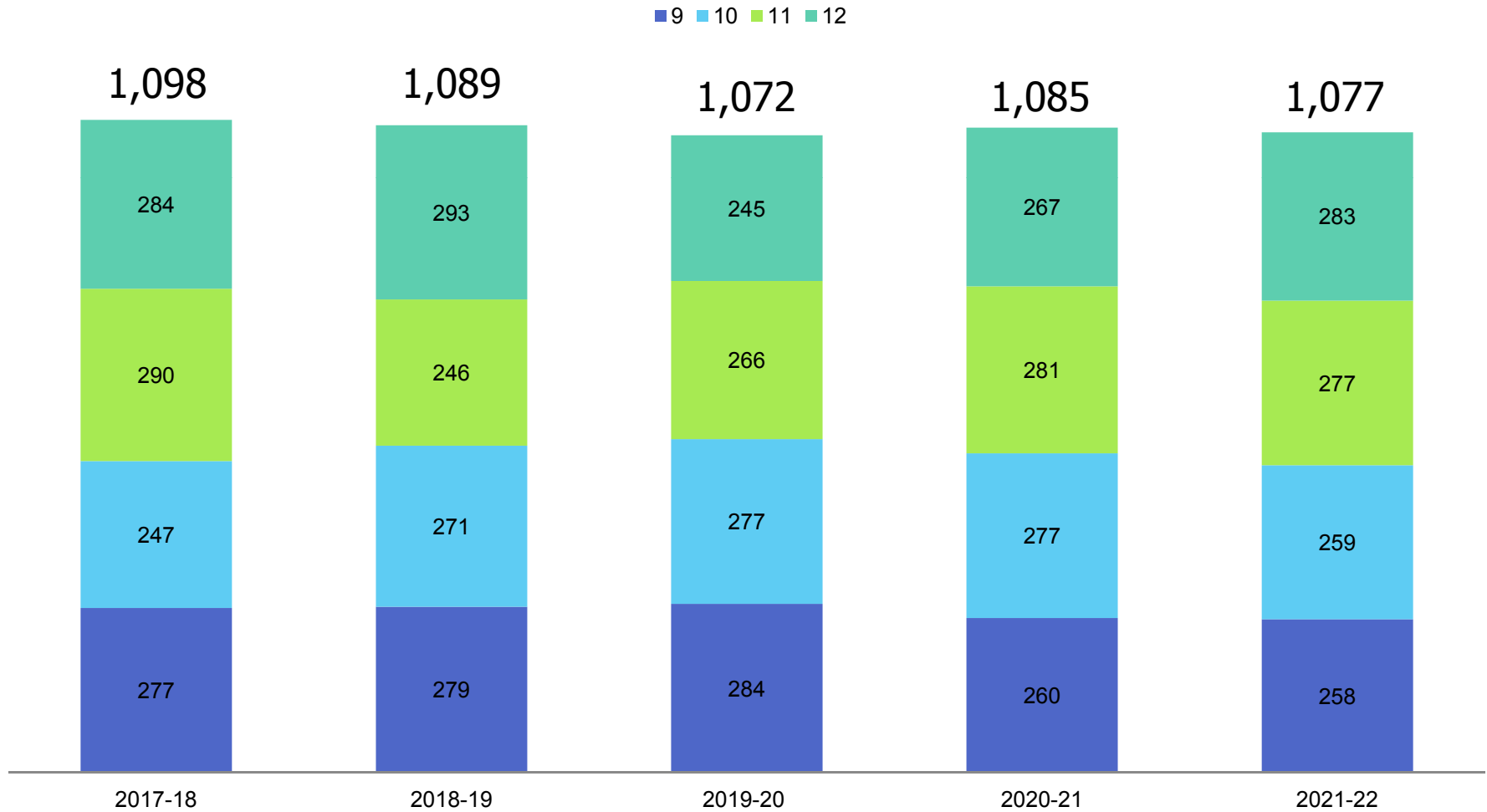
# 2021-23 Biennial State Budget

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- Revenue Cap (State Aid and Property Taxes)
  - ▣ Revenue cap authority held flat for 2021-22 and 2022-23
    - District budgeted for \$0 increase on cap for both years (\$75 moving forward beyond that)
    - While challenging, District planned for state budget similar to what occurred
    - After all other factors are considered, District planning for approx. \$75k decrease on cap for 21-22
- Per Pupil Categorical Aid
  - ▣ Per Pupil Categorical Aid held flat in 2021-22 and 2022-23 (\$742/student FTE)
  - ▣ Annual Meeting Estimate: \$3,215 decrease based on enrollment changes
- State Special Education Aid
  - ▣ JFC Recommendation to provide 28.2% reimbursement in 2021-22 and 30% in 22-23
  - ▣ District projected an increase of \$148,404 in aid from 2020-21 (actual amount is dependent on final 20-21 spending and statewide spending)
- High Cost Transportation Aid
  - ▣ District had hopes to participate in this program moving forward
  - ▣ Unfortunately, Governor's veto excluded Nicolet and partner schools from the program

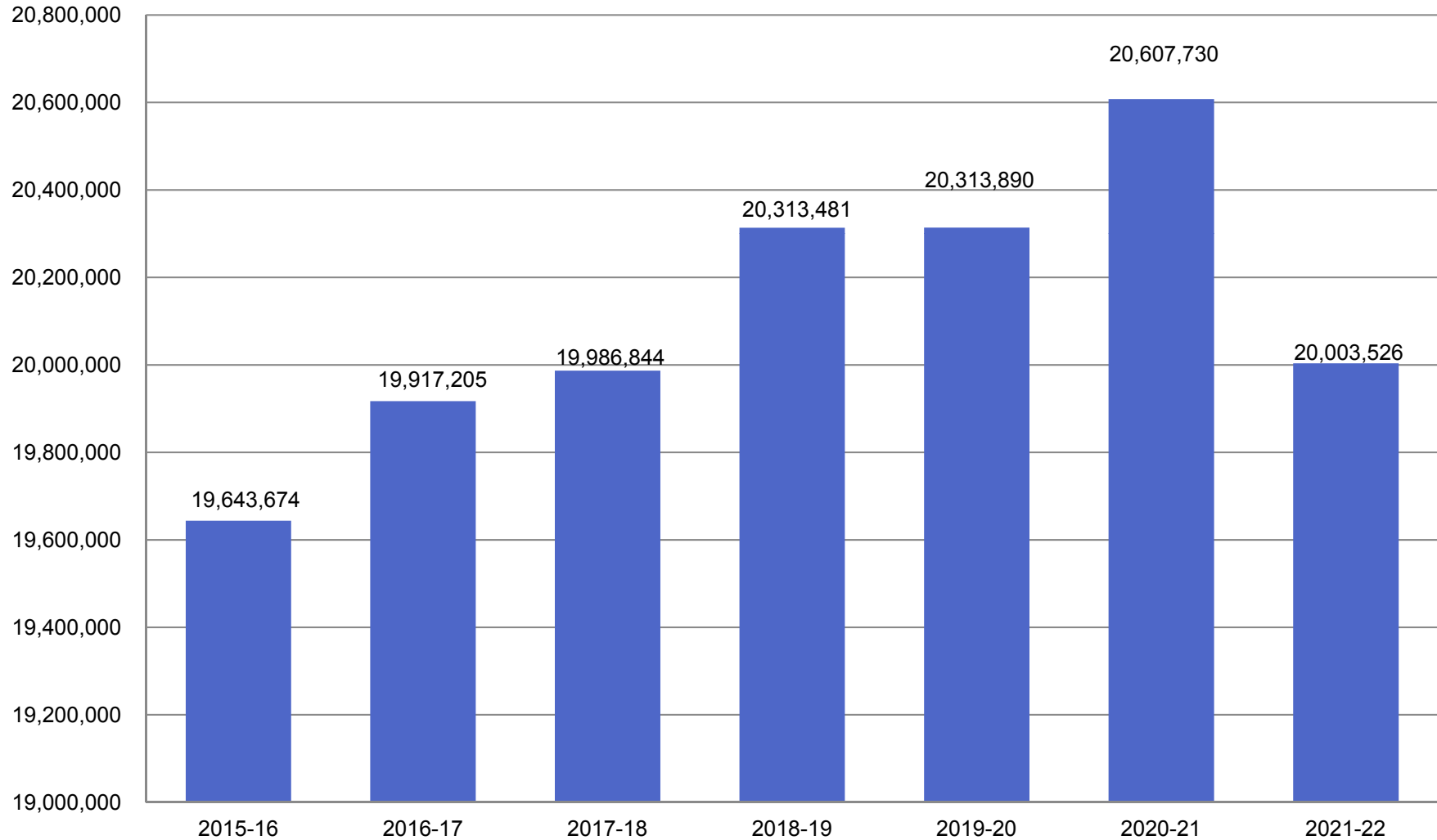
# Total Student Enrollment by Grade (Head Count)

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# Historical Revenue Limit Authority

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# Revenue Limit

## District Specific Information

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### □ 2021-22 Revenue Limit Change: \$0/pupil per State Biennial Budget

#### Historical Revenue Limit Per Pupil Funding Increases:

- 2020-21 \$179	- 2016-17 \$0
- 2019-20 \$175	- 2015-16 \$0
- 2018-19 \$0	- 2014-15 \$75
- 2017-18 \$0	- 2013-14 \$75

### □ Items that Impact Revenue Limit Beyond Enrollment and State Budget

- Revenue Cap Amount Per Pupil Slightly up: \$15,811/pupil (Slight uptick for Transfer of Service in 2020-21)
- Projected Three Year Average FTE (Resident Students): Down 4 FTE (1,047 to 1,043) – (Approx. -\$63k)
- Qualification for hold harmless/declining enrollment exemptions: \$126,485
- Other Factors: Debt Impact (-\$414k), private school voucher cost up (+\$21k), etc.

### □ Projected 2021-22 Revenue Cap: \$20,003,526 (Down from \$20,607,730)

- Majority of decrease the result of changes in Fund 38 debt payments
- **Fund 10 (Operational Budget) Impact: \$75k in less funds for operations**

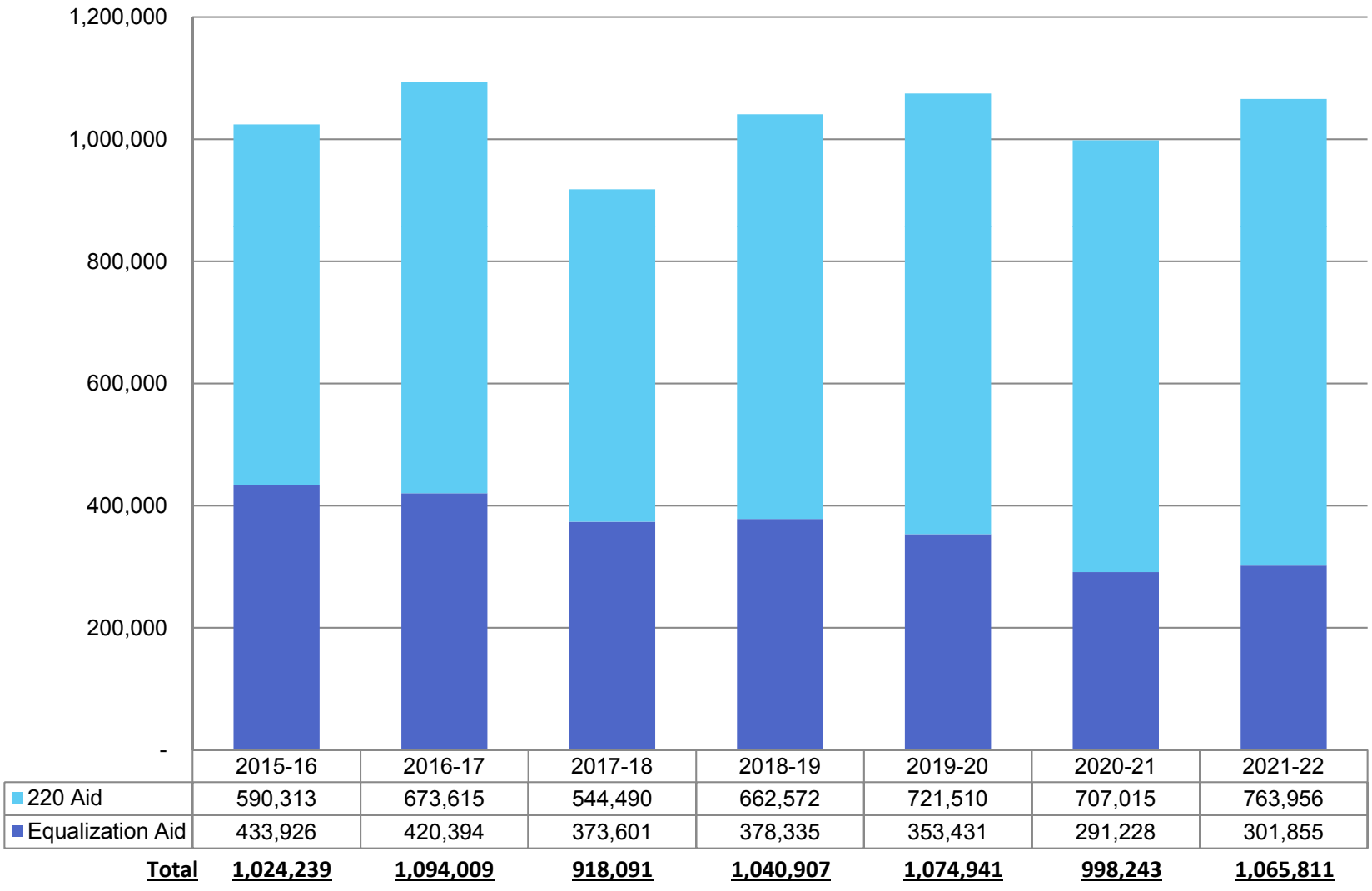
### □ Reminder: Nicolet Community approved a six-year, \$3.15 million per year, Non-Recurring Operational Referendum which began in 2016-17

- This represents a limited term annual increase to the school district's Revenue Limit for the 2016-17 through 2021-22 fiscal years.
  - Operational Referendum paid for via property taxes
  - 2021-22 budget incorporates this additional funding
- *A "New" operational referendum was approved for 2022-23 to 2027-28 to allow the District to exceed the revenue cap by \$3.9M annually to maintain services (April, 2021)*



# Historical State Aid Amounts

(Includes both Equalization Aid & 220 Integration Aid)



# New Federal Resources for 2021-22

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- Federal resources are primary source of “new” funding for Wisconsin public schools
  - ▣ ESSER I: \$74,832 (spent)
  - ▣ ESSER II: \$306,028 (spent)
  - ▣ ESSER III: \$687,294 (2021-2024)
- Use of ESSER III Funds (\$265k in 2021-22)
  - ▣ Learning Loss: Data reviews, summer learning opportunities, student supports (school year)
  - ▣ Curriculum Needs
  - ▣ COVID Mitigation (capital, supplies/equipment)
  - ▣ Mental Health Assessment/Supports
  - ▣ Current Budget: \$100k budgeted (Updated in October)

# 2020-21 vs. 2021-22 Operational Revenue: Funds 10 and 27 (General & Special Education Funds)

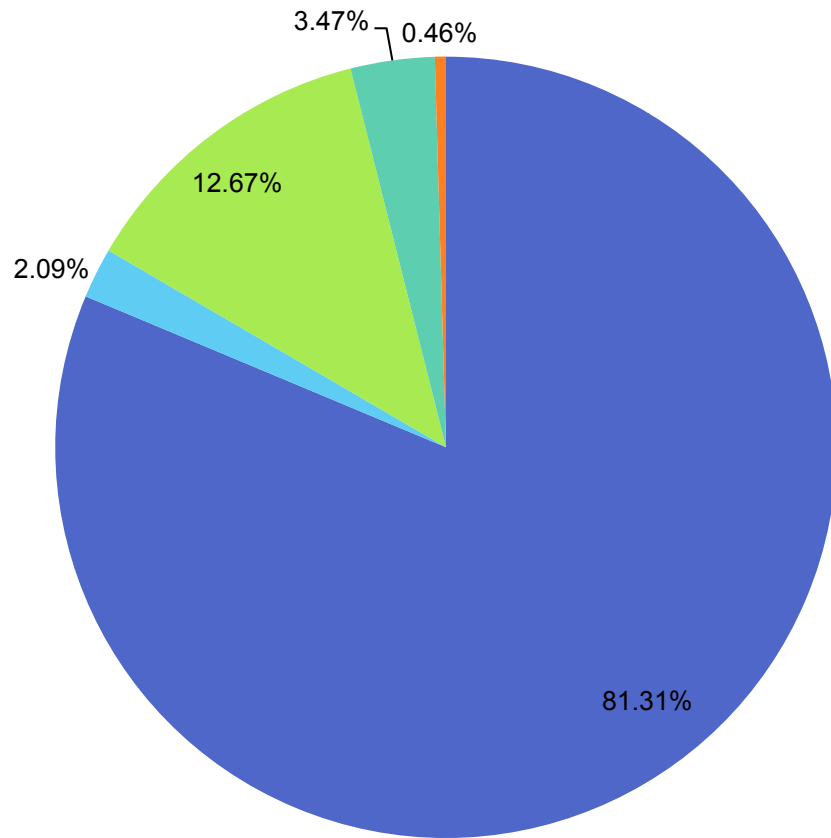
2020-21 Revenue Actual	
Local Sources	18,531,486
Inter-District Payments	476,556
State Sources	2,887,107
Federal Sources	790,629
Other	104,592
<b>Total</b>	<b>22,790,370</b>

2021-22 Revenue Budget	
Local Sources	18,469,494
Inter-District Payments	426,225
State Sources	3,014,146
Federal Sources	599,905
Other	20,000
<b>Total</b>	<b>22,529,770</b>

# Funding Sources: Funds 10 and 27

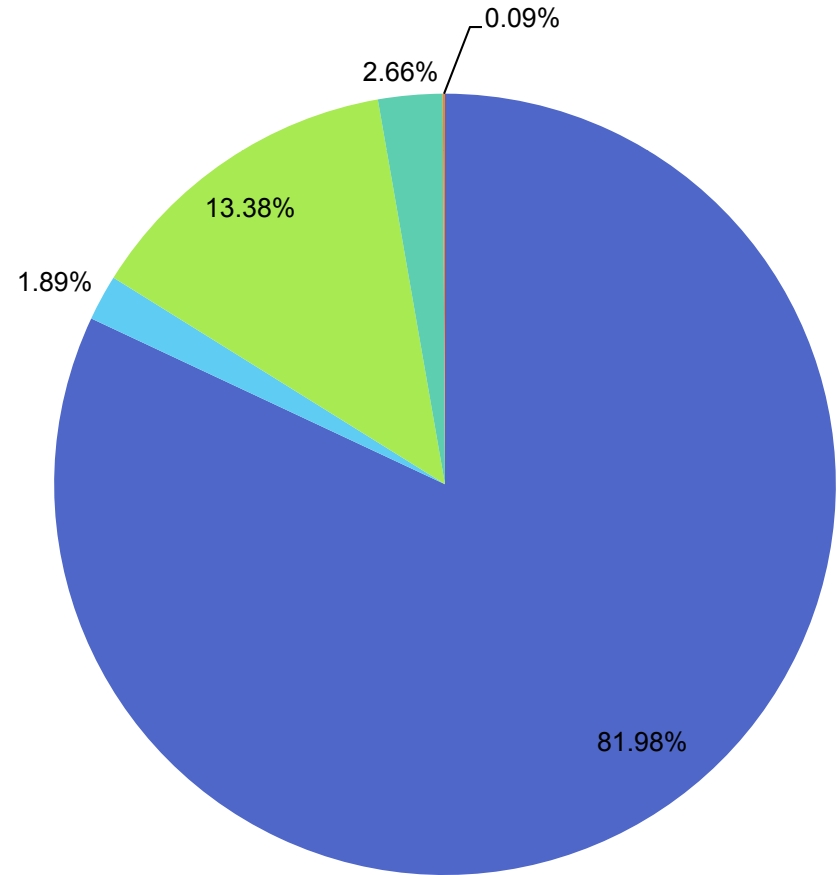
## 2020-21 Revenue Sources

■ Local ■ Interdistrict ■ State ■ Federal ■ Other



## 2021-22 Revenue Sources

■ Local ■ Interdistrict ■ State ■ Federal ■ Other



# Historical Fund 10 and 27 Expenses

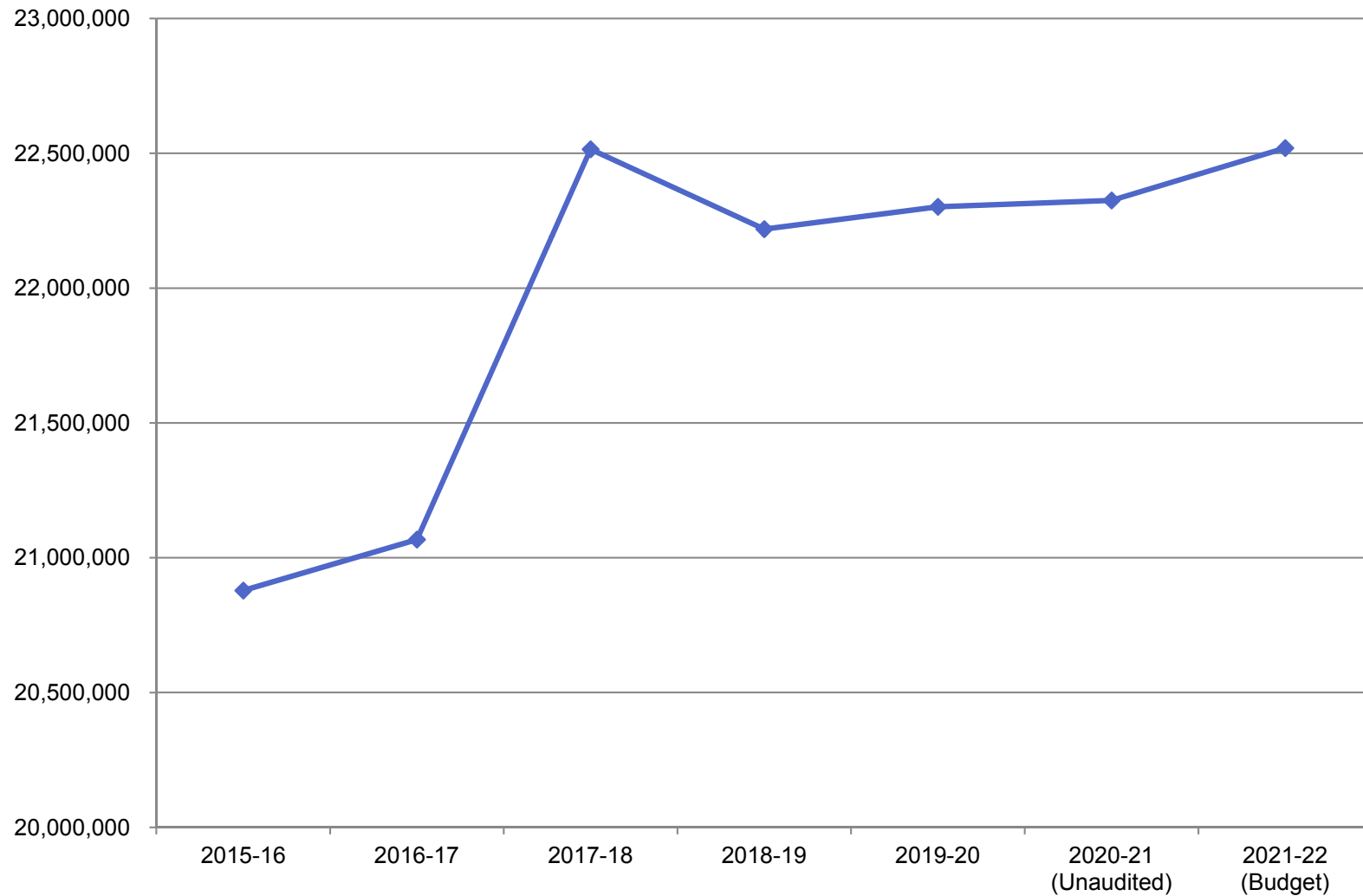
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Budget Year	Expenses (10 & 27)
2015-16	20,878,423
2016-17	21,067,530
2017-18	22,515,004
2018-19	22,218,945
2019-20	22,301,754
2020-21 (unaudited)	22,325,343
2021-22 (budget)	22,519,503

*Note: Transfers between Funds 10 and 27 have been removed*

# Historical Fund 10/27 Expenses

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# District Expenditures by Type (Funds 10 and 27)

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# Fund 10/27 2020-21

## Expenditure Details

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- Personnel budget includes:
  - ▣ 1.23% wage increase (CPI) for all staff
    - Teacher Accelerators also included in budget
    - Teacher wages will change with finalization of new compensation model
  - ▣ 3% increase for health insurance
  - ▣ Position Changes
    - 0.3 FTE Overload in Business Education
    - 0.2 FTE Overload in Wellness Education
    - 1.0 FTE Addition of F/CE Teacher
    - 0.2 FTE Decrease in World Languages
    - 0.3 FTE Addition in High School Office for Administrative Assistant
    - 0.9 FTE Decrease in Custodial Department
    - 0.4 FTE Reduction in Hallway Supervision



# Other Budget Highlights

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- Transportation Savings
  - ▣ Budgeted transportation costs decreased as a result of new three year agreement with G.O. Riteway
  - ▣ Final transportation budget determined after routing completed
- Athletics/Activities budget increased
  - ▣ Additional transportation cost needed
  - ▣ Establishment of a weight room budget
- Additional cost allocated to School Resource Officer (was only half year in 2020-21)
- Teacher Compensation Model
  - ▣ Current budget does not include implementation of new teacher compensation model
  - ▣ Additional cost will be budgeted for in October

# Fund Balance and Operational Referendum Update

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- Beginning Fund Balance for 2020-21
  - ▣ \$7,273,607 (33.77% of 2019-20 General Fund Actual Expenses)
  - ▣ Fund Balance Policy: 25% of preceding year expenses
- Projected Beginning Fund Balance for 2021-22
  - ▣ \$7,738,634 (36.04% of 2020-21 General Fund Actual Expenses)
- 2021-22 General Fund Budget has a planned surplus (\$10k)
  - ▣ Exception: Planned \$39k purchase of technology resources
  - ▣ Will be updated as we move through the fall
- Reminder: 2021-22 budget (Year 6) was planned as a deficit as part of the six-year \$3.15M/yr operational referendum which began in 2016-17
  - ▣ First half of 6-year cycle (2016-2019) will see fund balance increase, while second half (2019-2022) will see decrease due to inflation
  - ▣ Fund balance will decrease during later years
    - Year One Surplus: + \$767,220
    - Year Two Deficit: - \$430,196
    - Surplus budgets in years 3 (+ \$372,767), 4 (+ \$478,987), and 5 (+ \$465,027) improved six year outlook
      - Reminder: Contributed \$1.2M to Fund 46 in 2020-21 to fund future capital projects

# Fund 73: Employee Benefit Trust

## Annual Review

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Asset History from 7/1/20 through 6/30/21

<b>Beginning Balance (7/1/2020)</b>	<b>\$ 3,972,049.27</b>
Add: Contributions	\$ 519,018.53
Less: Withdrawals	(\$ 546,311.53)
Less: Fees	(\$ 33,801.50)
Add: Income Earned Interest/Dividend	\$ 68,707.17
Add: Change in Value of Investments	\$ 1,001,433.58
<b>Ending Balance (6/30/2021)</b>	<b><u>\$ 4,981,095.52</u></b>

# Fund 80 (Recreation Department) Budget

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<b>Revenue</b>		
Property Tax	300,000	
Fees	500,000	
Gifts/Resale/Misc	7,000	
	<b>Total</b>	<b>807,000</b>
<b>Expense</b>		
General Programming	357,000	
Recreation Administration	416,878	
Facility/Supervision Costs	18,254	
	<b>Total</b>	<b>792,132</b>
Projected Beginning Fund Balance		<b>(13,153)</b>
GOAL: Projected Ending Fund Balance		<b>1,715</b>

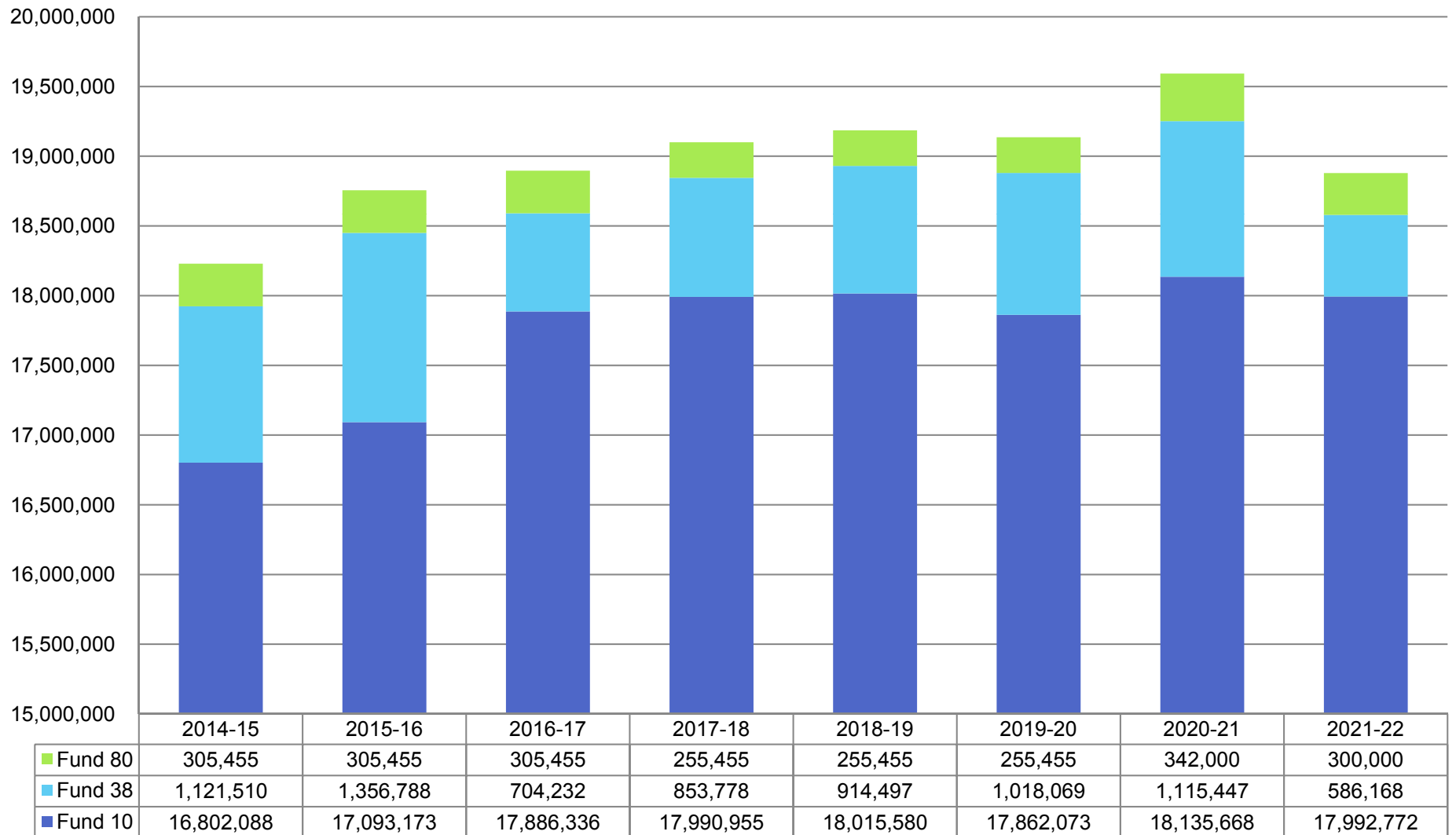
# District Tax Levy

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- NUHSD Tax Levy comprised of three funds
  - General Fund 10
    - Main Source of Funding for District
  - Debt Service Fund 30
    - Non-Referendum Debt (Three outstanding debts)
  - Community Services Fund 80
    - Community Services Programming

# Historical All Funds Tax Levy

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# Three Year All Fund Tax Levy Analysis

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Fund	2019-20	2020-21	2021-22 (Proposed)
General Fund (Fund 10)	17,862,073	18,135,668	17,992,772
Non-Referendum Debt Fund (Fund 38)	1,018,068	1,115,447	586,168
Community Services Fund (Fund 80)	255,455	342,000	300,000
<b>Total School Tax Levy</b>	<b>19,135,597</b>	<b>19,593,115</b>	<b>18,878,940</b>
Percentage Increase from Prior Year	(0.26%)	2.39%	(3.65%)

# Proposed 2021-22 Mill (Tax) Rate

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Assumption: District assumed 1.00% increase in property valuation when determining mill rate for 2021-22

School Year	Equalized Value	Equalized Value Increase	Tax Levy (Total)	Tax Rate per \$1,000 Equalized Value	% In(De)crease in Mill Rate
2019-20	\$4,320,904,500	5.83%	\$19,135,597	\$4.43	(5.76%)
2020-21	\$4,362,581,800	0.96%	\$19,593,115	\$4.49	1.41%
2021-22	\$4,406,207,618	1.00%	\$18,878,940	\$4.28	(4.77%)



# Where do we go from here?

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- The District will modify the budget based on:
  - ▣ Revenue Changes
    - Final Revenue Limit Calculation
      - Actual Student Count (September enrollment count)
      - Final District property values on October 1, 2021
      - Aid certification in October
      - Exemptions (Prior Yr OE, Vouchers, TOS)
      - Final levy determination
    - Final Per Pupil Allocation (based on enrollment)
  - ▣ Expenditures finalized
    - Open Enrollment/Voucher shifts
    - District grants
    - Staff changes/Benefit updates
    - Other
- Board Meeting set for October 25, 2021 to adopt final budget and set tax levy for 2021-22 school year

# Public Hearing on the Proposed 2021-22 Budget

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- Questions?

# Nicolet High School District Annual Meeting Agenda

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# Nicolet High School District

## The Annual Meeting Resolutions

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In accordance with State statute 120.10, Powers of the Annual Meeting, the following resolutions are proposed:



# Nicolet High School District

## The Annual Meeting Resolutions

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### **Resolution A: Adoption of Tax Levy**

Be it resolved that there be levied upon the taxable property of the Nicolet High School District the sum of \$18,878,940 for the purpose of funding the operation and maintenance of the public school, funding of debt payments, and providing for recreation authority.

Motion by: \_\_\_\_\_

Second by: \_\_\_\_\_

# Nicolet High School

## The Annual Meeting Resolutions

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### **Resolution B:** Annual Salaries of Board Members

Be it resolved that the Annual Salaries of the Board Members be:

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*(Note: Present salary: \$1,000/per member annually)*

Motion by: \_\_\_\_\_

Second by: \_\_\_\_\_

# Nicolet High School District

## The Annual Meeting Resolutions

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**Resolution C:** Reimbursement of Board Members  
Expenses When Traveling

Be it resolved that payment shall be made for actual and necessary expenses of a School Board Member when traveling in the performance of duties.

Motion by: \_\_\_\_\_

Second by: \_\_\_\_\_

# Nicolet High School District

## The Annual Meeting Resolutions

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### **Resolution D:** Set the Date for the Next Annual Meeting

Be it resolved that the School Board is authorized to set the date of the 2022 Annual Meeting, not to be held before May 15, 2022, or after September 30, 2022.

Motion by: \_\_\_\_\_

Second by: \_\_\_\_\_



# Nicolet High School District

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Thank you for attending the  
2021 Nicolet High School District  
Annual Meeting/Budget Hearing