

NICOLET HIGH SCHOOL DISTRICT

**2020 Annual Meeting
2020-21 Budget Hearing**

**Nicolet High School
August 24, 2020
Nicolet Library - Room D-110**

ZOOM LINK

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

Nicolet 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 (8/26/19)
- E. Official Reports and Recommendations
 - President's Report
 - District Administrator's Report
- F. Presentation of the Proposed 2020-21 Budget
- G. Public Hearing on the Proposed 2020-21 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

Board President Report

Ellen Redeker

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- High Expectations
- Personalized Learning
- Professional Learning Community

District Administrator's Report

Dr. Greg Kabara

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- 2019-2020 Success
- Continuous Improvement
- High Expectations

Nicolet High School District 2020-21 Budget Presentation

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- 2020-21 Budget Assumptions
- 2020-21 Budget and Levy Details



Budget Assumptions

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- State Biennial Budget
- Enrollment/Membership
- Revenue Details
 - ▣ Revenue Limit
 - State Aid
 - Property Taxes
 - Operational Referendum
 - Fund 38 (non-referendum) Debt
 - Computer Aid Stable
 - ▣ Revenue from state, federal, and other sources
- Expenditure Details
- Fund Balance

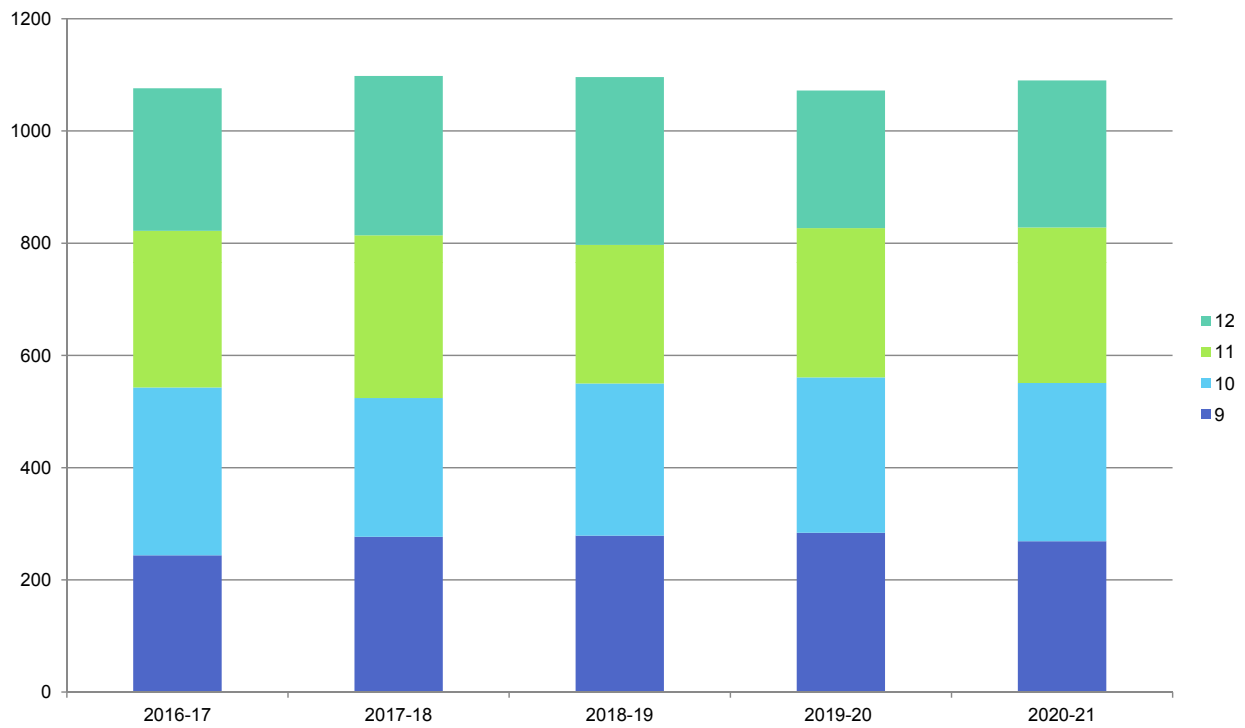
2019-21 Biennial State Budget and Federal Resources

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- Revenue Cap (State Aid and Property Taxes)
 - ▣ Revenue cap increased \$175/pupil for 19-20 (15,590/student FTE)
 - ▣ Current budget has \$0 increase on revenue cap for 2020-21
 - Prior projection: \$179/pupil for 20-21
 - This will be updated in October based on final information from the State
- Per Pupil Categorical Aid
 - ▣ Per Pupil Categorical Aid increased \$25/pupil in 2019-20
 - ▣ Held flat in 2020-21
 - ▣ Annual Meeting Estimate: \$8,162 decrease based on enrollment changes
- State Special Education Aid
 - ▣ Held flat for 2020-21
 - ▣ This will be updated in October based on final information from the State
- CARES Act Funds
 - ▣ ESSER Funding Level: 74,832 (\$60,640 guaranteed / Potentially: \$70,151)
 - ▣ Dependent on lawsuit
 - ▣ Allocating dollars to Building and Grounds, Virtual Instruction PD, and Technology Need

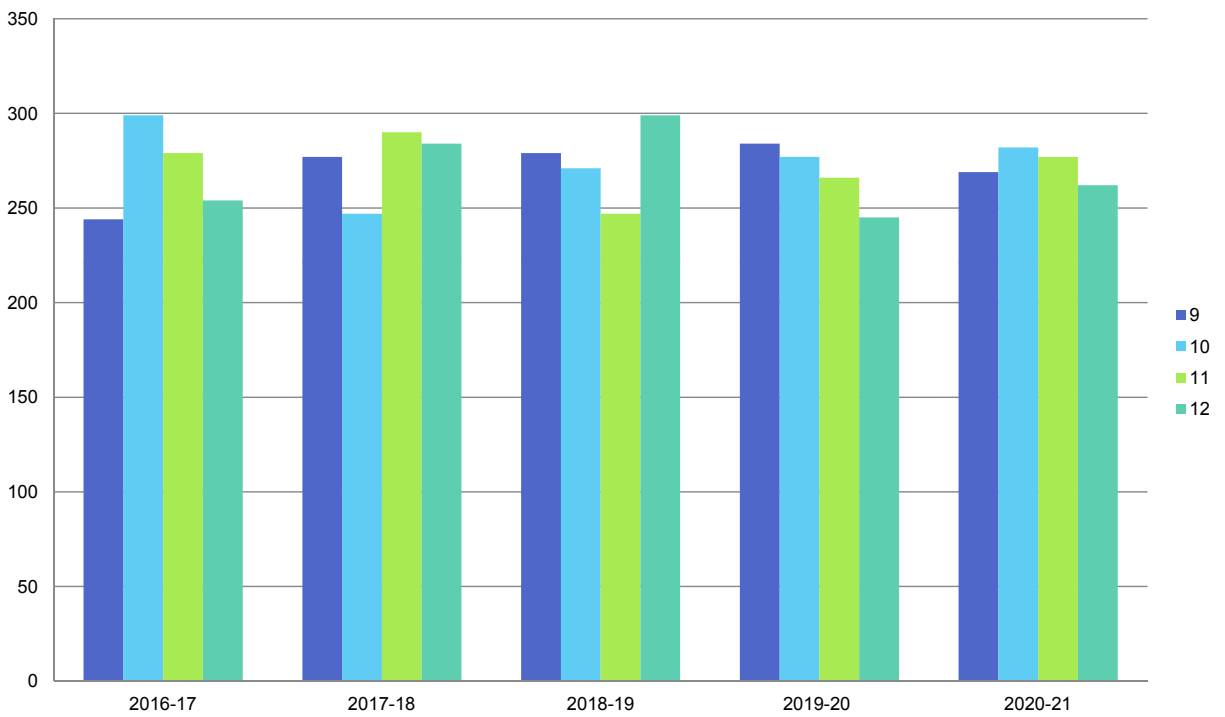
Total Student Enrollment

8



Enrollment by Grade

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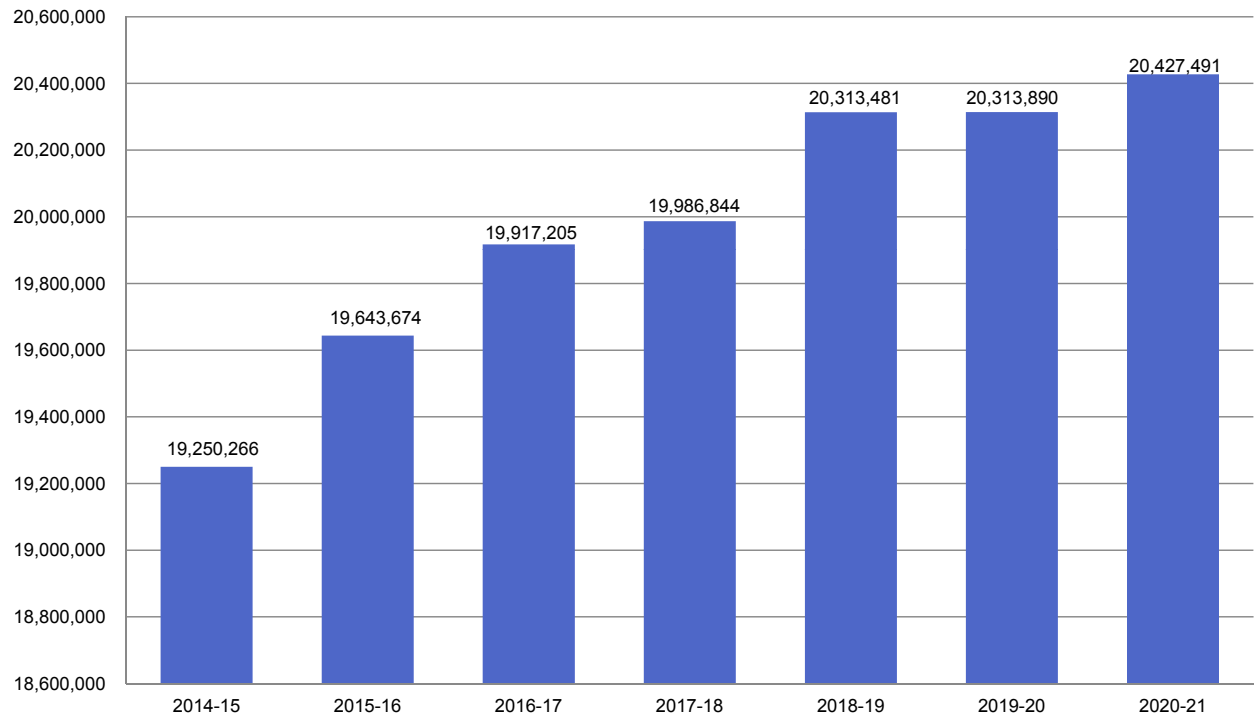
Revenue Limit Information

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- 2020-21 Revenue Limit Increase Projection: \$0/pupil
 - Historical Revenue Limit Per Pupil Funding Increases:
 - 2019-20 \$175
 - 2018-19 \$0
 - 2017-18 \$0
 - 2016-17 \$0
 - 2015-16 \$0
 - 2014-15 \$75
 - 2013-14 \$75
 - 2012-13 \$50
- Financial Impact
 - Revenue Cap Amount Per Pupil: Held flat \$15,590/pupil
 - Projected Three Year Average FTE: Down 12 FTE (1,058 to 1,046)
 - Qualification for hold harmless/declining enrollment exemptions: \$374,160
 - Other Factors: Energy efficiency exemption (up \$88k), private school voucher cost up, etc.
 - NOTE: If FTE rises or amount per pupil is higher, District will qualify for less exemptions keep revenue in 2020-21 similar and lessening impact on 2021-22
- Projected 2020-21 Revenue Cap: \$20,427,491 (Up from \$20,313,890)
 - Majority of increase directed to Fund 38 for debt payments
 - Fund 10 (Operational Budget) Impact: Additional \$15k in revenue limit funds
- 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
 - 2020-21 budget incorporates this additional funding
 - **New operational referendum must be approved in time for 2022-23 to maintain services (April, 2021)**
 - *Financial review currently underway to determine need (likely increasing due to inflation)*
 - *Community will be surveyed related to operational referendum during fall, 2020*

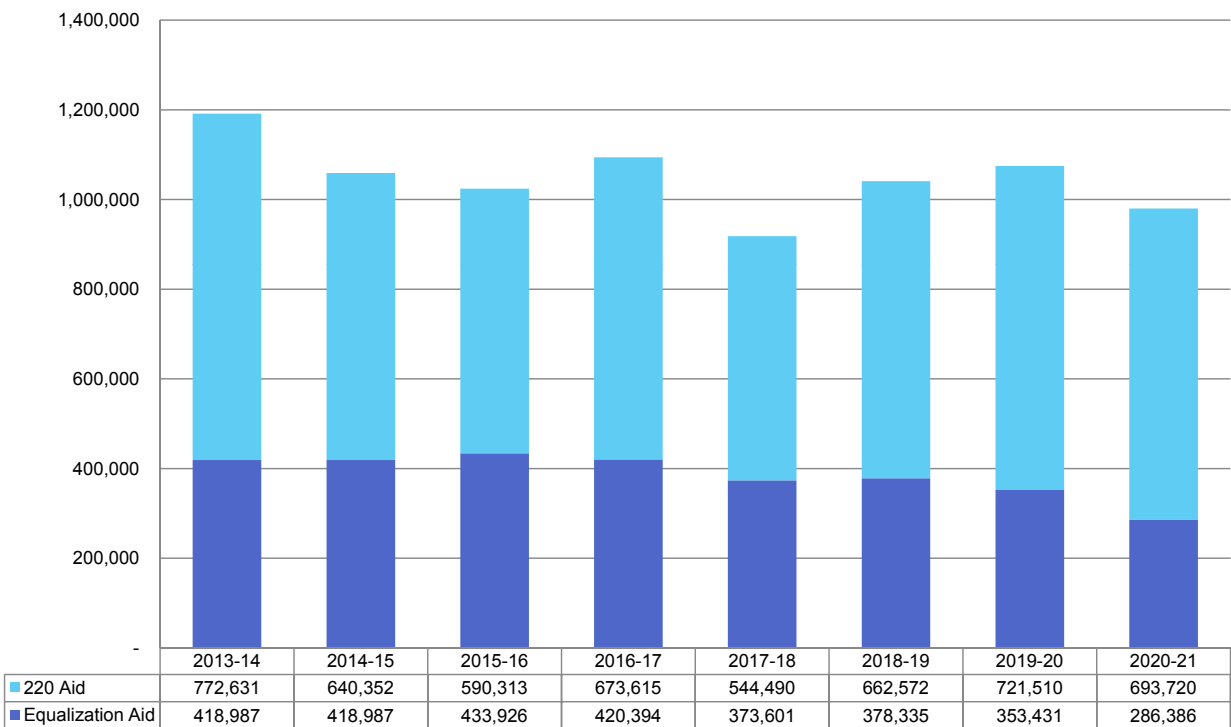
Historical Revenue Limit Authority

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Historical State Aid Amounts (Includes both Equalization Aid & 220 Integration Aid)

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2019-21 Operational Revenue: Funds 10 and 27 (General & Special Education Funds)

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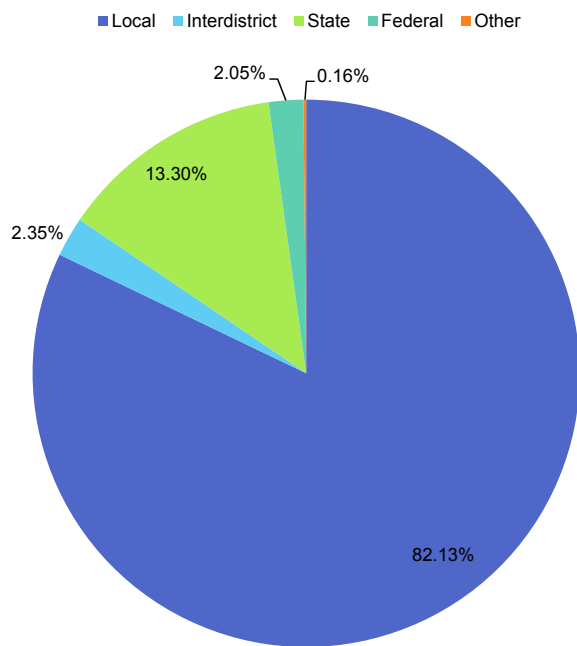
2019-20 Revenue Budget	
Local Sources	18,484,225
Inter-District Payments	529,870
State Sources	2,994,069
Federal Sources	461,240
Other	35,300
Total	22,504,704

2020-21 Revenue Budget	
Local Sources	18,552,418
Inter-District Payments	430,565
State Sources	2,878,107
Federal Sources	440,318
Other	35,300
Total	22,336,708

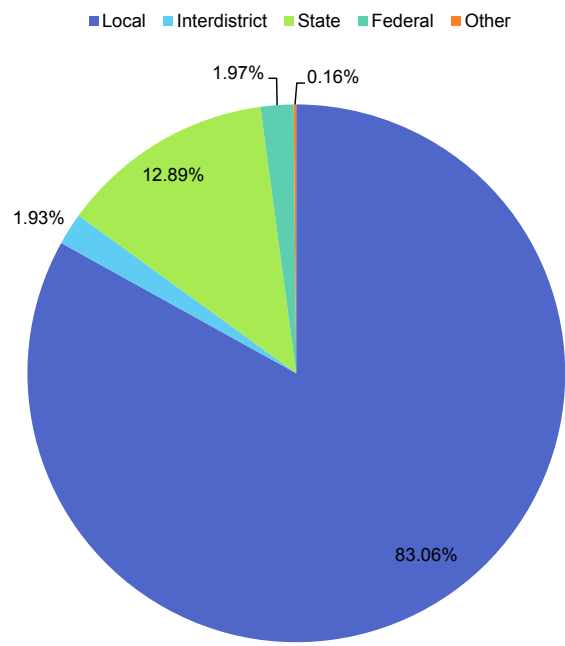
Funding Sources: Funds 10 and 27

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2019-20 Revenue Sources



2020-21 Revenue Sources



Historical Fund 10 and 27 Expenses

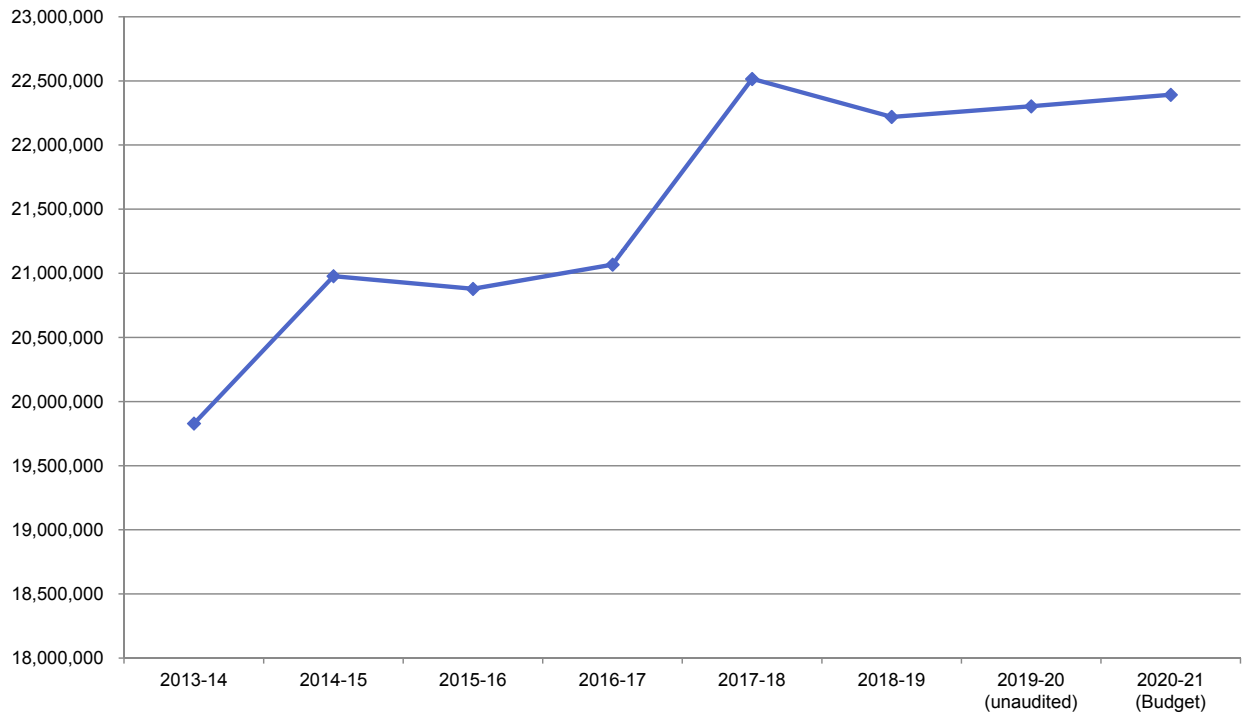
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Budget Year	Expenses (10 & 27)
2014-15	20,977,440
2015-16	20,878,423
2016-17	21,067,529
2017-18	22,515,004
2018-19	22,218,945
2019-20 (unaudited)	22,301,754
2020-21 (budget)	22,391,708

Note: Transfers between Funds 10 and 27 have been removed

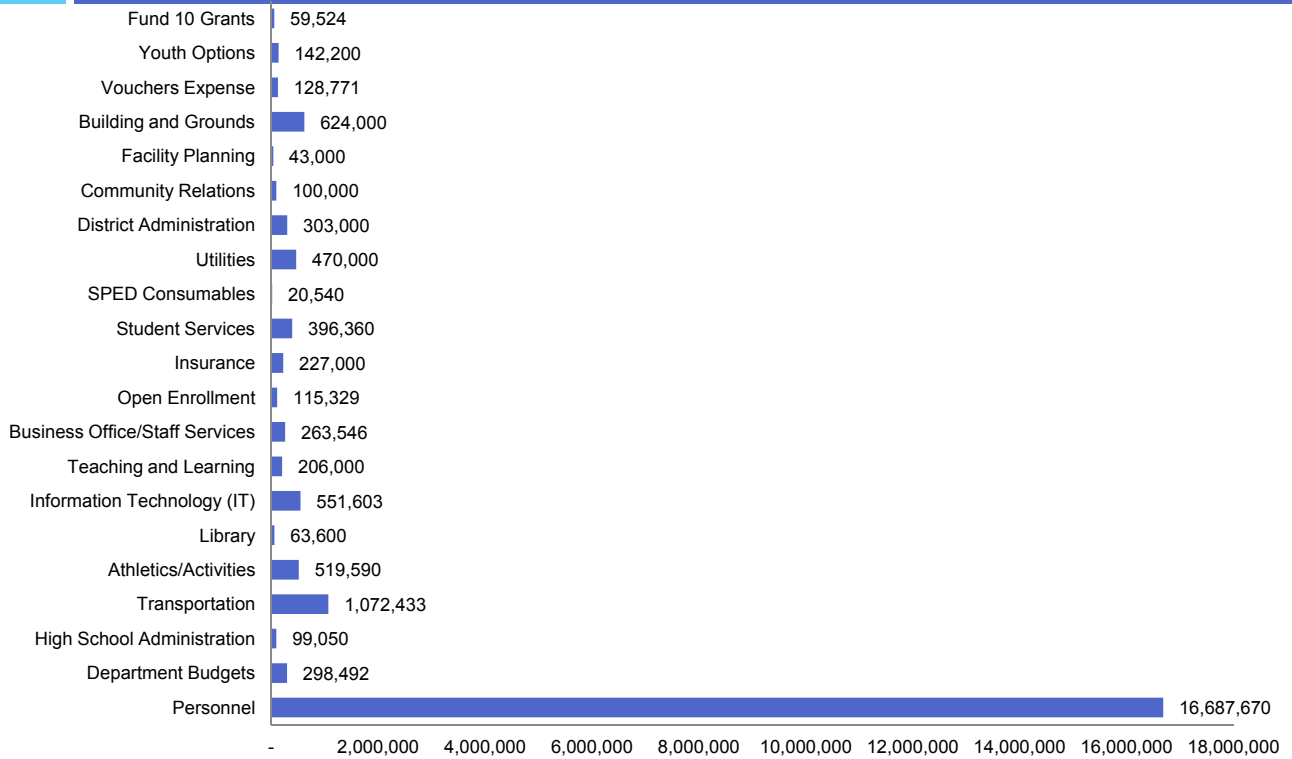
Historical Fund 10/27 Expenses

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2020-21 Projected Expenses (10 & 27) (Sorted by Object)

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Fund 10/27 2020-21

Expenditure Details

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- Personnel budget includes:
 - ▣ 1.81% wage increase for all staff
 - ▣ 3% increase for health insurance
 - ▣ .25% increase for WRS (scaled back in October)
 - ▣ Position Changes
 - 0.8 FTE Reduction in Math
 - 1.0 FTE Addition in Literacy Intervention
 - 1.0 FTE Addition in Social Studies
 - 1.0 FTE Reduction Hall Supervision
 - 0.5 FTE Addition in HS/Business Office for Admin. Asst.

Fund 10 Expenditure Details

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- Department Budgets held fairly stable (-\$4k)
- Budgeted transportation costs decreased to align with trend (-\$58k)
- Athletics/Activities increased with addition of HUDL Software (+\$8k)
- District Administration budget decreased mainly due to planned decrease in legal expense (-\$94K)
- Building and Grounds decreased to align with needs (-\$53k)
- Open Enrollment updated based on enrollment projection (-\$45k)
- IT Budget decreased to reflect savings on copier lease and scanning software (-\$27k)

Fund Balance and Operational Referendum Update

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- Projected Beginning Fund Balance for 2019-20
 - \$6.795 million (31.78% of the preceding year General Fund Exp. Budget)
 - Fund Balance Policy: 25% of preceding year expenses
- Projected Beginning Fund Balance for 2020-21
 - \$7.274 million (32.61% of the preceding year General Fund Exp. Budget)
- 2020-21 Budget is balanced
 - Exception: (Planned \$55k purchase of textbooks/books)
- Reminder: 2020-21 budget (Year 5) 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) and 4 (+\$478,987) have improved six year outlook
 - Years 5 and 6: Planning for balanced budget
 - Due to strategic spending in 2019-20
 - 21-22 (Year 6) budget planning will begin in November
- **GOAL: Be at, or near, starting percentage of 30.64% after 2021-22**

Fund 73: Employee Benefit Trust

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Asset History from 7/1/19 through 6/30/20

Beginning Balance (7/1/2019)	\$ 3,745,268.55
Add: Contributions	\$ 1,006,370.38
Less: Withdrawals	(\$ 917,342.79)
Less: Fees	(\$ 26,707.95)
Add: Income Earned Interest	\$ 1,867.63
Add: Income Earned Dividends	\$ 73,502.90
Add: Change in Value of Investments	\$ 89,090.55
Ending Balance (6/30/2020)	<u>\$ 3,972,049.27</u>

Fund 80 Budget

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Revenue		
Property Tax	342,000	
Fees	392,000	
Gifts/Resale/Misc	17,000	
	Total	752,000
Expense		
General Programming	293,008	
Recreation Administration	416,520	
	Total	709,528
Projected Beginning Fund Balance		(42,472)
GOAL: Projected Ending Fund Balance		---

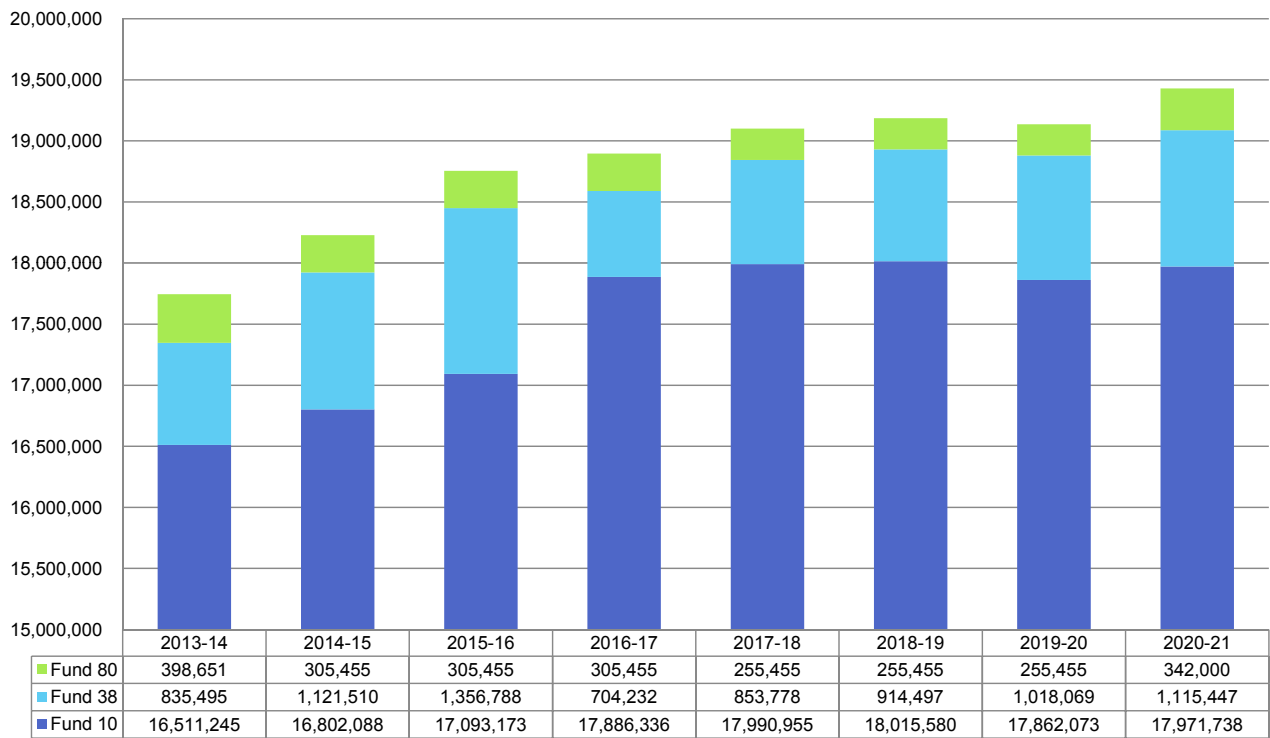
District Tax Levy

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- NHSD Tax Levy comprised of three funds
 - ▣ General Fund 10
 - Main Source of Funding for District
 - ▣ Debt Service Fund 30
 - Non-Referendum Debt (Four 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	2018-19	2019-20	2020-21 (Proposed)
General Fund (Fund 10)	18,015,581	17,862,073	17,971,738
Non-Referendum Debt Fund (Fund 38)	914,497	1,018,069	1,115,447
Community Services Fund (Fund 80)	255,455	255,455	342,000
Total School Tax Levy	19,185,533	19,135,597	19,429,185
Percentage Increase from Prior Year	0.45%	(0.26%)	1.53%

Proposed 2020-21 Tax Rate

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Assumption: District assumed 0.55% increase in property valuation when determining mill rate

School Year	Estimated Equalized Value	Equalized Value Increase	Tax Levy (Total)	Tax Rate per \$1,000 Equalized Value	% In(De)crease in Mill Rate
2018-19	4,082,765,900	1.31%	19,185,533	\$4.70	(0.85%)
2019-20	4,320,904,500	5.83%	19,135,597	\$4.43	(5.76%)
2020-21	4,344,525,388	0.55%	19,429,185	\$4.47	0.98%

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, 2020
 - 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 26, 2020 to adopt final budget and set tax levy for 2020-21 school year

Public Hearing on the Proposed 2020-21 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 \$19,429,185 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:

(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 2020 Annual Meeting, not to be held before May 15, 2020, or after September 30, 2020.

Motion by: _____

Second by: _____

Nicolet High School District

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Thank you for Attending the
2020 Nicolet High School District's
Annual Meeting/Budget Hearing

School Board, Administration, & Staff

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Board Members

Ellen Redeker

Libby Gutterman

Leigh Wallace Tabak

Theresa Seem

Marilyn Franklin

President

Vice President

Clerk

Treasurer

Member

Administration/Staff

Dr. Greg Kabara

Jeff Pruefer

Dr. Anne Ignatowski

Dr. Brenda Turner

Tom Dorgan

David Coyle

Josh Zimmers

Nicole Nelson

Amy Lee

Superintendent

Director of Business Services

Director of Student Services

Director of Teaching & Learning

Principal

Associate Principal

Associate Principal

Director of Technology

Board Secretary